

Future
Generation
Global

INVESTMENT & SOCIAL RETURNS

Annual Report

The word 'Annual' is in a light purple color, while 'Report' is in white. To the right of 'Annual' are several short, curved pink lines radiating outwards. To the left of 'Report' is a vertical line of five small pink dots.

FOR THE YEAR ENDED 31 DECEMBER 2023

Future Generation Global Limited

ABN: 52 606 110 838

Future Generation Global Limited

The Company's primary investment objective is to provide shareholders with long-term capital growth, through diversified exposure to global equities.

Chair

Jennifer Westacott AO

Directors

Kiera Grant
Sarah Morgan
Frank Casarotti
Jonathan Nicholas
Geoff R Wilson
Kate Thorley
Geoff Wilson AO

Joint Company Secretaries

Jesse Hamilton
Mark Licciardo

Investment Committee

Kiera Grant (Chair)
Veronica Klaus
Gary Brader
John Coombe
Aman Ramrakha
Sean Webster
Geoff Wilson AO
Martyr McCathie

Chief Executive Officer

Caroline Gurney

Auditor

Pitcher Partners

Country of Incorporation

Australia

Registered Office

Level 26, Governor Phillip Tower
1 Farrer Place, Sydney NSW 2000

Contact Details

Postal Address: GPO Box 4658
Sydney NSW 2001

T: (02) 9247 9202
E: info@futuregeninvest.com.au
W: futuregeninvest.com.au

Share Registry

Boardroom Pty Limited
Level 8, 210 George Street
Sydney NSW 2000

T: (02) 9290 9600

For enquiries relating to shareholdings, dividends (including participation in the Dividend Reinvestment Plan and Dividend Donation Plan) and related matters, please contact the share registry.

Australian Securities Exchange

Future Generation Global Limited
Ordinary Shares (FGG)

**Future
Generation**
INVESTMENT & SOCIAL RETURNS

April 2024 Future Generation Shareholder Presentations

We look forward to meeting with our shareholders across the country. You will hear from Future Generation CEO Caroline Gurney and some of our leading pro bono fund managers and social impact partners.

Canberra	Wednesday 3 April	Melbourne	Tuesday 9 April
Sydney	Thursday 4 April	Perth	Thursday 11 April
Brisbane	Friday 5 April	Adelaide	Friday 12 April
Hobart	Monday 8 April		

Join our hybrid Annual General Meeting

Tuesday, 7 May 2024
Museum of Sydney (Warrane Theatre)
Cnr Bridge St and Phillip St Sydney NSW
2000

Further details will be provided.

Deadline for Director nominations
5:00pm (AEST)
Thursday 7 March 2024

Key Highlights FY2023

Investment portfolio performance in FY2023^{*}

+16.7%

Fully franked full year dividend FY2023

7.2cps

Fully franked dividend yield FY2023[^]

6.1%

Dividend coverage^{**}

6.8 years

Summary of FY2023 results

The Board declared an increased fully franked final dividend of 3.6 cents per share, bringing the fully franked full year dividend to 7.2 cents per share. The fully franked full year dividend provides shareholders with a fully franked dividend yield of 6.1%[^] and a grossed-up dividend yield of 8.7%[#] including franking credits. The fully franked dividend has been achieved through the solid performance of the investment portfolio since inception and the profits reserves available. This is consistent with the Company's investment objective of delivering investors a stream of fully franked dividends.

Since inception, after including the payment of the fully franked final dividend payable on 24 May 2024, the Company will have paid 26.7 cents per share in fully franked dividends to shareholders.

The investment portfolio performance drove a record operating profit before tax of \$78.9 million (2022: operating loss before tax of \$127.5 million) and a record operating profit after tax of \$55.7 million (2022: operating loss after tax of \$89.1 million).

For the year ended 31 December 2023, the investment portfolio increased 16.7%^{*}, while the MSCI AC World Index (AUD) rose 21.9%. Since inception, the investment portfolio has increased 7.8%^{*} per annum. Future Generation Global's investment portfolio performance has been achieved with less volatility than the market, as measured by standard deviation, 9.8% compared to the market's 10.8%.

Snapshot as at 31 December 2023

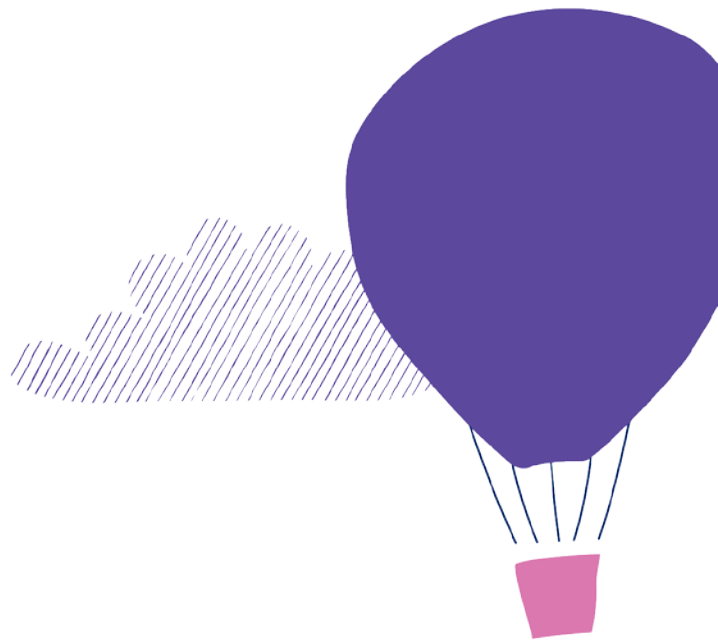
ASX code	FGG
Listing date	Sept 2015
Gross assets	\$570.5m
Market capitalisation	\$472.8m
Share price	\$1.19
Shares on issue	397,277,724
Net tangible assets (pre-tax)	\$1.43
Net tangible assets (post-tax)	\$1.38
Management fees	0.0%
Performance fees	0.0%
Annual social investment (% of net assets)	1.0%
FY2023 fully franked full year dividend	7.2 cents
FY2023 fully franked dividend yield [^]	6.1%
FY2023 fully franked grossed-up dividend yield [#]	8.7%

^{*}Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

[^]Based on the 29 December 2023 closing share price of \$1.19 per share.

[#]Grossed-up dividend yield includes the benefit of franking credits and is based on a tax rate of 30.0%.

^{**}Dividend coverage is before the payment of the FY2023 fully franked final dividend of 3.6 cents per share.



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Chair & Chief Executive Officer's Letter

"I am excited to be leading a company that epitomises the idea of "doing good by doing well". This is an idea that many companies espouse, but few truly deliver. Thanks must go to our very generous fund managers and service providers, who waive all their usual fees to make this possible. I would also like to thank our shareholders for locking in beside our young people to fight mental ill-health."

Jennifer Westacott AO
Chair



"We are pleased to have delivered a solid risk-adjusted investment portfolio performance and strong fully franked dividend yield. Currently, the share price doesn't reflect the value of the Company's underlying net tangible assets. As a team, we remain focused on actively narrowing the share price discount to net tangible assets for shareholders and returning the share price to trade at a premium to net tangible assets."

Caroline Gurney
Chief Executive Officer



Dear Fellow Shareholders,

On behalf of the Board, we would like to thank you, our shareholders, for your continued support of Future Generation Global, and for being part of the Company's innovative approach to create both investment and social returns. Jennifer was delighted to join Future Generation Global's Board of Directors and become its new Chair in November 2023. We would like to thank Founding director Geoff Wilson AO who has been the Company's Acting Chair and who will remain on the Board as a director.

The Board was pleased to announce an increased fully franked final dividend of 3.6 cents per share, bringing the fully franked full year dividend to 7.2 cents per share. The fully franked full year dividend provides shareholders with a fully franked dividend yield of 6.1%^ and a grossed-up dividend yield of 8.7%# including franking credits. The fully franked full year dividend has been achieved through the performance of the investment portfolio since inception and the profits reserves available.

The Company has 6.8 years of dividend coverage for shareholders, equating to 48.9 cents per share available in the profits reserve, before the payment of the fully franked final dividend of 3.6 cents per share. After the payment of the fully franked final dividend on 24 May 2024, Future Generation Global will have paid 26.7 cents per share in fully franked dividends to shareholders since inception.

The investment portfolio performance drove a record operating profit before tax of \$78.9 million (2022: operating loss before tax of \$127.5 million) and a record operating profit after tax of \$55.7 million (2022: operating loss after tax of \$89.1 million).

The Future Generation Global investment portfolio increased 16.7%* for the year ended 31 December 2023. The investment portfolio is constructed with an allocation to absolute bias strategies, with lower correlation to equities, to provide investors with less volatility and some protection when equity markets fall. The Future Generation Global investment portfolio weighted average return derived from allocations to long equities and quantitative strategies kept pace with the MSCI AC World Index (AUD) which increased 21.9%. This investment portfolio performance of the long equities and quantitative strategies were balanced with the exposure to absolute bias strategies and cash.

The Future Generation Global Investment Committee (IC) has selected leading global fund managers who have a proven ability to outperform the market and their peers over the long term. This has resulted in the investment portfolio having a small and mid-cap tilt and an underweight exposure to mega-cap companies. While the contributors to the Future Generation Global investment portfolio performance was diverse, index returns during the period were narrow with seven mega-cap companies contributing more than 40% towards index returns - Apple (NASDAQ: AAPL), Microsoft (NASDAQ: MSFT), Amazon.com (NASDAQ: AMZN), Nvidia (NASDAQ: NVDA), Meta Platforms (NASDAQ: META), Tesla (NASDAQ: TSLA), and Alphabet (NASDAQ: GOOGL).

**FY2023 investment
portfolio performance***

+16.7%

**Fully franked full year
dividend**

7.2cps ↑

**FY2023 fully franked
dividend yield^**

6.1%

Dividend coverage**

6.8 years

*Based on the 29 December 2023 closing share price of \$1.19 per share.

^Grossed-up dividend yield includes the benefit of franking credits and is based on a tax rate of 30.0%.

*Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

**Dividend coverage is before the payment of the FY2023 fully franked final dividend of 3.6 cents per share.

Chair & Chief Executive Officer's Letter

The IC and our leading pro bono fund managers continue to believe that a disciplined investment process focused on fundamentals, earnings growth and valuation will derive outsized returns for shareholders and enable the Company to meet its investment objectives over the medium-to-long term.

In November 2023, we delivered our eighth annual investment of \$5.4 million to our social impact partners and other not-for-profit organisations with a focus on promoting wellbeing and preventing mental ill-health in young Australians. This was made possible by the incredible generosity and support of our leading pro bono fund managers and service providers.

Company performance

There are three measures, that we believe are key to the evaluation of a listed investment company's (LIC) performance: investment portfolio performance, net tangible asset (NTA) growth and total shareholder return (TSR).

1. Investment portfolio performance

Investment portfolio performance measures the growth of the underlying portfolio of equities and cash before expenses, fees and taxes. The MSCI AC World Index (AUD) is also measured before expenses, fees and taxes.

For the year ended 31 December 2023, the investment portfolio increased 16.7%*, while the MSCI AC World Index (AUD) rose 21.9%. Since inception, the investment portfolio has increased 7.8%* per annum. Future Generation Global's investment portfolio performance has been achieved with less volatility as measured by standard deviation, 9.8% versus the Index's 10.8%.

Performance as at 31 December 2023	1 yr	3 yrs %pa	5 yrs %pa	7 yrs %pa	Since inception %pa (Sept-15)	Volatility since inception (% standard deviation)
Future Generation Global Investment Portfolio*	16.7%	2.4%	8.1%	8.6%	7.8%	9.8%
MSCI AC World Index (AUD)	21.9%	10.0%	12.4%	10.9%	10.1%	10.8%
Outperformance	-5.2%	-7.6%	-4.3%	-2.3%	-2.3%	

*Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes. Future Generation Global's financial year is from 1 January 2023 to 31 December 2023.

2. Net tangible asset growth

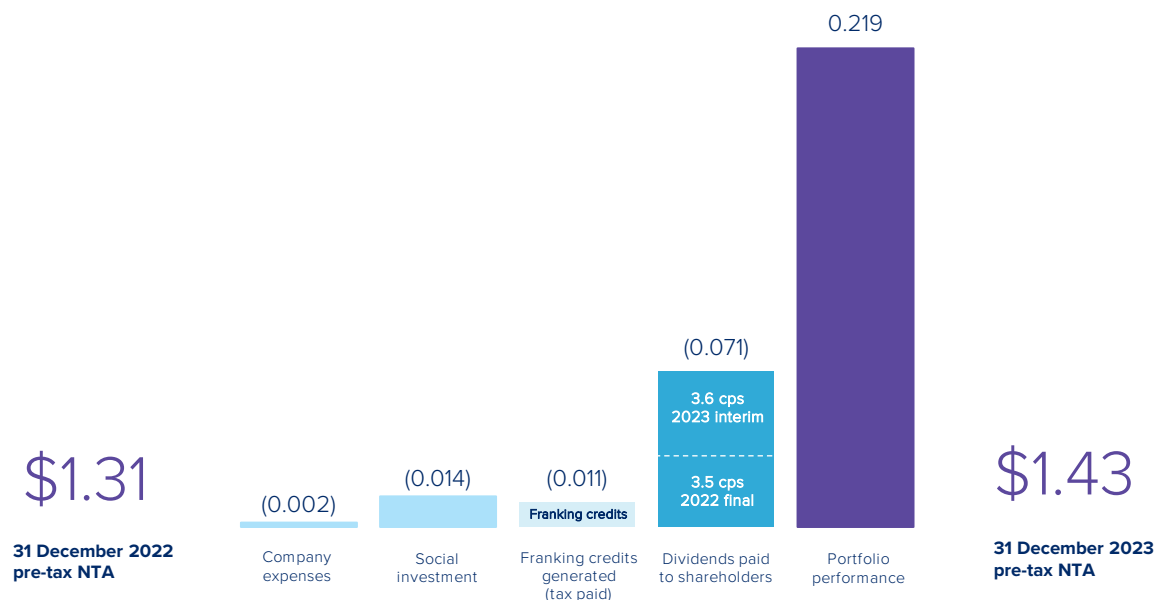
NTA growth is the change in value of the Company's assets, less liabilities and costs (including tax, social investment and other company related expenses). The NTA represents the realisable value of the Company and is provided to shareholders and announced to the ASX each month.

Future Generation Global's pre-tax NTA increased 14.8% for the 12 months to 31 December 2023, including the 7.1 cents per share of fully franked dividends paid to shareholders during the year. This increase is after corporate tax paid of 1.1 cents per share, or 0.8%, during the year. Corporate tax payments made throughout the period and the social investment of 1.0% were the major items of difference between the investment portfolio performance increase of 16.7% and the NTA performance. The franking credits attached to corporate tax payments are available for distribution to shareholders through fully franked dividends. The other item contributing to the change in value of the assets during the year was company related expenses of 0.1%.

Chair & Chief Executive Officer's Letter

2. Net tangible asset growth (continued)

Future Generation Global's pre-tax NTA performance



3. Total shareholder return (TSR)

TSR measures the tangible value shareholders gain from share price growth and dividends paid over the period, before the value of any franking credits distributed to shareholders through fully franked dividends. This measure shows the tangible return to shareholders, being the change in the share price together with dividends paid, assuming their reinvestment.

The TSR for the Company for the year to 31 December 2023 was 11.5%. This was reflective of the sound investment portfolio performance over the year, slightly offset by the widening of the share price discount to NTA over the 12 months to 31 December 2023. As at 31 December 2023, the share price discount to NTA was 16.7% (2022: discount of 13.3%). This measure does not value the potential benefit of franking credits distributed to shareholders through fully franked dividends.

Investment objectives and portfolio

The Company's primary investment objective is to provide shareholders with long-term capital growth, through diversified exposure to global equities. The Company's investment philosophy is based on the belief that the diversification of the portfolio is important in managing and mitigating risk. By having a range of different fund managers, the Company has access to a mix of investment styles and strategies.

As at 31 December 2023, the investment portfolio was comprised of 15 fund managers with investments in 14 unlisted unit trusts and one direct listed investment company.

The spread between the broad equities strategies as at 31 December 2023 was 60.2% long equities, 28.5% absolute bias, 8.7% quantitative and 2.6% cash.

Chair & Chief Executive Officer's Letter

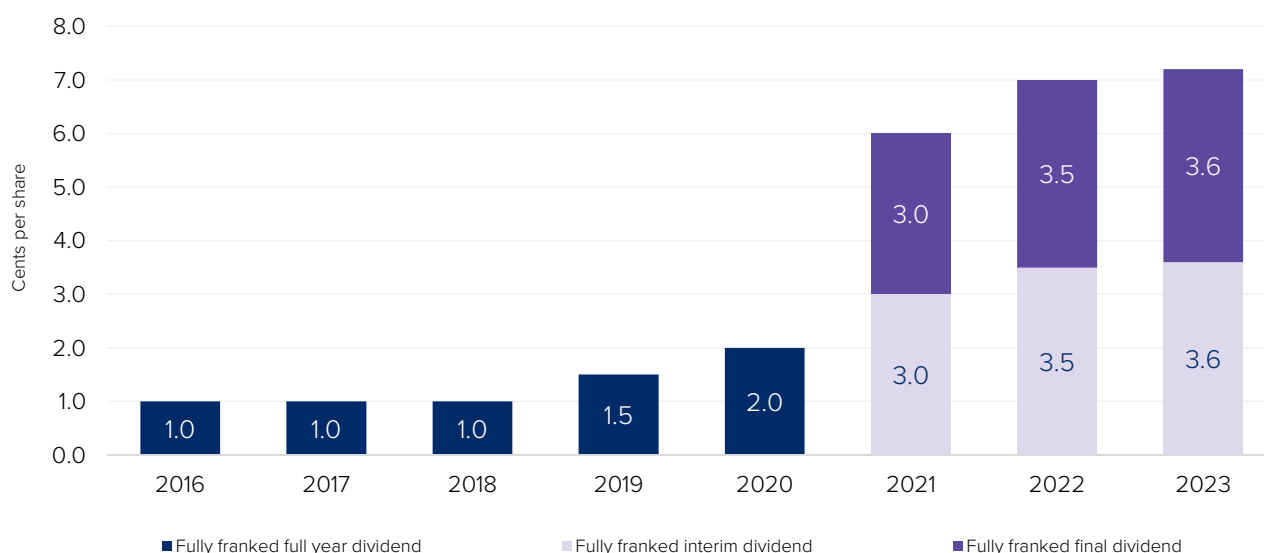
Dividends

The Board declared a fully franked final dividend of 3.6 cents per share, bringing the fully franked full year dividend to 7.2 cents per share. The fully franked full year dividend provides shareholders with a fully franked dividend yield of 6.1%^{*} and a grossed-up dividend yield of 8.7%[#], which is greater than the average global equity market yield of 2.0%[^] and the average US equity market yield of 1.5%[^]. The Board is committed to providing a stream of fully franked dividends to shareholders, provided the Company has sufficient profits reserves, franking credits and it is within prudent business practices.

Since inception in 2015, after taking into account the fully franked final dividend payable on 24 May 2024, the Company will have paid 26.7 cents per share in fully franked dividends to shareholders. The Company has 6.8 years of dividend coverage for shareholders, equating to 48.9 cents per share available in the profits reserve, before the payment of the fully franked final dividend of 3.6 cents per share.

Dividends paid since inception 23.1cps	Fully franked dividend yield[*] 6.1%	Key dividend dates
		Ex dividend date 13 May 2024
		Dividend record date (7:00pm Sydney time) 14 May 2024
		Last election date for DRP 16 May 2024
		Payment date 24 May 2024
Profits reserve as at 31 December 2023^{^^} 48.9cps	Grossed-up dividend yield[#] 8.7%	

Fully franked dividends since inception



^{*}Based on the 29 December 2023 closing share price of \$1.19 per share.

[#]Grossed-up dividend yield includes the benefit of franking credits and is based on a tax rate of 30.0%.

[^]Based on the MSCI World Index and S&P 500 Index dividend yield as at 31 December 2023.

^{^^}Profits reserve and dividend coverage are before the payment of the FY2023 fully franked final dividend of 3.6 cents per share payable on 24 May 2024.

Chair & Chief Executive Officer's Letter

Social investment purpose

Future Generation Global's social investment purpose is promoting wellbeing and preventing mental ill-health in young Australians. All participating fund managers forgo management and performance fees and Directors, the Investment Committee and most service providers are working on a pro bono basis, allowing the Company to provide its social impact partners with an annual investment equal to 1.0% of the Company's average net assets per annum.

2023 was the first year of partnership with our new group of 14 exceptional not-for-profit partners working in the prevention space. Our investment aims to support them to grow their impact with young people and to develop their organisations. We also aim to measure the impact of their work, individually and collectively as a portfolio for impact in youth mental health.

Measuring social impact is a challenging and emergent pursuit, especially when a funder seeks to understand the combined social impact of the work undertaken by multiple partners with multiple funding sources. We are committed to making every reasonable effort to measure impact and this year, our Impact Measurement Initiative started in earnest. Over time, this will develop into a compelling evidence-based asset to demonstrate the value of investing in wellbeing and preventing mental ill-health in young Australians.

In November 2023, the Company delivered its eighth annual investment of \$5.4 million to its social impact partners and other not-for-profit organisations with a focus on promoting wellbeing and mental ill-health in young Australians. This takes the Company's total social investment since inception to \$38.0 million and has been made possible by the incredible generosity and support of our leading pro bono fund managers and service providers.

Fund managers and service providers

The management and performance fees forgone by the fund managers for the period totalled \$7.2 million, whilst service providers, including the Board and Investment Committee waive fees worth \$1.8 million. These savings of approximately \$9.0 million, or around 1.6% of the net assets of the Company, exceed the annual investment to our social impact partners.

Through their investment in Future Generation Global, shareholders gain unprecedented access to leading global equity fund managers and make a significant contribution to the mental health and wellbeing of young Australians.

We would like to thank our fund managers and service providers for their outstanding and continued generosity throughout the period. We would also like to thank our Board and Committee Members for their service, and thank you to shareholders for your continued support.

Future Generation Global would like to thank Lukasz de Pourbaix for his service and contribution to the Company as a valued member of the Investment Committee. The Company welcomes Veronica Klaus, Head of Lonsec's Investment Consulting team, who was appointed to the Investment Committee on 13 June 2023.

Our best wishes,



Jennifer Westacott AO

Chair



Caroline Gurney

Chief Executive Officer

Dated this 28th day of February 2024

Chair & Chief Executive Officer's Letter

“We thank our generous fund managers for helping us provide shareholders with an attractive investment and for providing a source of funding for our social impact partners and other not-for-profit organisations promoting wellbeing and preventing mental ill-health in young Australians.”



With thanks to the following service providers



Investment Committee Report

For the year ended 31 December 2023, the investment portfolio increased 16.7%*. Since inception, the investment portfolio has increased 7.8%* per annum. The Company's investment portfolio performance has been achieved with less volatility as measured by standard deviation, 9.8% versus the index's 10.8%.

Global equities, as measured by the MSCI AC World Index (AUD) performed strongly during the 2023 calendar year, increasing 21.9% and outperforming domestic equities. The strong market performance however was largely driven by seven mega-cap companies - Apple (NASDAQ: AAPL), Microsoft (NASDAQ: MSFT), Amazon.com (NASDAQ: AMZN), Nvidia (NASDAQ: NVDA), Meta Platforms (NASDAQ: META), Tesla (NASDAQ: TSLA), and Alphabet (NASDAQ: GOOGL). The returns of these seven companies alone contributed over 40% towards the index's performance in the 12 months ending 31 December 2023. This has resulted in the index weight for these seven companies to increase from 11.7% to 16.9% during the period. The underperformance of smaller companies relative to mega-cap peers has resulted in global small-cap companies trading at a discount to large-cap peers not seen since the global financial crisis.

The Future Generation Global Investment Committee has selected leading global fund managers who have a proven ability to outperform the market and their peers over the long term. This has resulted in the investment portfolio having a small cap tilt and an underweight exposure to mega-cap companies.

The Future Generation Global investment portfolio weighted average return derived from allocations to long equities and quantitative strategies kept pace with the MSCI AC World

Index (AUD). This investment portfolio performance of the long equities and quantitative strategies were balanced with the exposure to absolute bias strategies and cash and cash equivalents during the year. The Investment Committee's allocation to absolute bias strategies provides the investment portfolio with downside protection and reduced volatility.

Having reintroduced an allocation to quantitative strategies throughout 2022, it was pleasing to see an average return of 29.2% from quantitative strategies during the 12 months ending 31 December 2023. The Investment Committee continued to increase the Company's exposure to quantitative strategies throughout the year.

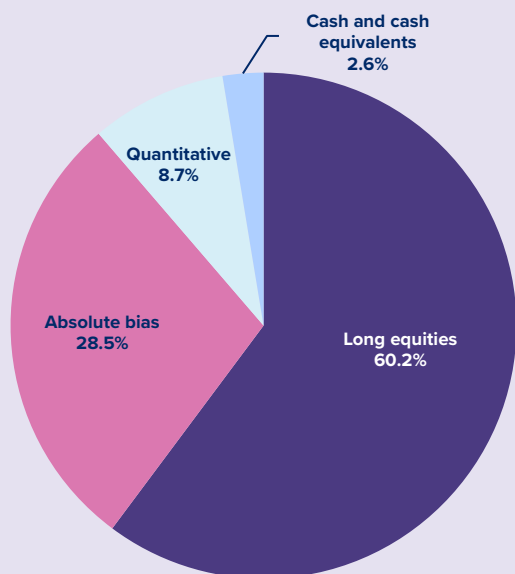
The Investment Committee believe that an allocation to quantitative strategies alongside a diversified allocation to long equities and absolute bias strategies will help achieve the Company's investment objectives for shareholders over the medium-to-long term.

From a sector perspective, the Future Generation Global investment portfolio is overweight industrials and consumer discretionary and underweight information technology and financials. Regionally the Future Generation Global investment portfolio is currently underweight North America and overweight Europe, as Future Generation Global's pro bono fund managers seek relative value for shareholders globally. The Future Generation Global investment portfolio continues to have a strong tilt towards small-cap companies and an underweight exposure to the mega-cap, large-cap and mid-cap companies.

In the year to 31 December 2023, the Future Generation Global investment portfolio's average cash level was 5.8%.

*Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

Investment strategy allocation – as at 31 December 2023



Long equities

Investing in a portfolio of equities based on the expectation the underlying equities will increase in value within a certain time horizon. Each equity represents an ownership claim in an underlying company that is generally listed on a public stock exchange. The long equities portion of the portfolio includes exposure to large-cap, mid-cap and small-cap stocks.

Absolute bias

An investment strategy that seeks to generate returns, irrespective of the performance of traditional asset classes. These strategies use innovative investment techniques (including but not limited to short selling and leveraging) to profit from rising and falling markets, providing portfolio protection in the event an equity market experiences a significant fall.

Quantitative

An investment strategy that examines risk premia and mispricing opportunities in equity markets by utilising a quantitative, disciplined and calculated investment approach.

Investment Committee Report

Portfolio construction

The Investment Committee of Future Generation Global is primarily responsible for selecting fund managers and managing the Company's investment portfolio on behalf of shareholders. The Company's Investment Committee consists of Kiera Grant (Chair), John Coombe, Aman Ramrakha, Sean Webster, Gary Brader, Geoff Wilson AO, Veronica Klaus and Martyn McCathie. The Investment Committee's experience and qualifications are set out in the Directors' Report.

The Future Generation Global investment portfolio is constructed in order to provide investors with diversification in terms of investment managers and investment strategies, providing a spread between long equities, absolute bias and quantitative strategies, with the

balance of the portfolio held in cash and cash equivalents. As at 31 December 2023, the portfolio provided investors with a 60.2% exposure to long equities strategies, 28.5% to absolute bias strategies, 8.7% to quantitative strategies and 2.6% cash.

The investment portfolio was made up of 15 global fund managers with investments in 14 unlisted unit trusts and one direct listed investment company at the end of the period. The composition of the investment portfolio will vary over time in terms of the allocation to the above strategies as well as the allocation to various funds. The Investment Committee aims to balance the strategies that contain the most systematic equity market risk, with strategies with lower correlation to equities. This enables the portfolio to be diversified and provides some protection when equity markets fall.

Fund manager allocation and investments at market value as at 31 December 2023

Fund manager	Investment	Strategy	\$ Value	% of Gross assets
Cooper Investors	Cooper Investors Global Equities Fund (Unhedged)	Long equities	64,166,107	11.2%
Yarra Capital Management	Yarra Global Share Fund	Long equities	58,220,592	10.2%
Munro Partners	Munro Global Growth Fund	Absolute bias	48,281,243	8.5%
Holowesko Partners	Holowesko Global Fund Limited – Class A	Absolute bias	47,000,981	8.2%
Antipodes Partners	Antipodes Global Fund - Long	Long equities	45,507,360	8.0%
Magellan Asset Management	Magellan Global Fund	Long equities	44,837,220	7.9%
Ellerston Capital	Ellerston Global Mid Small Cap Fund	Long equities	42,514,513	7.5%
Caledonia	Caledonia Global Fund	Absolute bias	41,510,086	7.3%
WCM Investment Management	WCM Quality Global Growth Fund (Hedged)	Long equities	38,444,908	6.7%
Vinva Investment Management	Vinva International Equity Fund	Quantitative	27,525,049	4.8%
Martin Currie Investment Management	Martin Currie Global Long-term Unconstrained Fund	Long equities	25,242,474	4.4%
Paradice Investment Management	Paradice Global Small Cap Fund	Long equities	23,258,722	4.1%
Plato Investment Management	Plato Global Alpha Fund – Class Z	Quantitative	22,435,323	3.9%
Lanyon	Lanyon Global Value Fund	Absolute bias	20,213,213	3.5%
Morphic Asset Management	Morphic Ethical Equities Fund Limited	Absolute bias	5,484,781	1.0%
	Cash and cash equivalents		14,843,777	2.6%
	Rebates receivable		1,033,277	0.2%
	Gross Assets		570,519,626	

Investment Committee Report

The following information summarises the performance, risk matrices and underlying holdings of the Future Generation Global investment portfolio at 30 September 2023 using data provided by the underlying fund managers and prepared and analysed by Lonsec and Style Research.

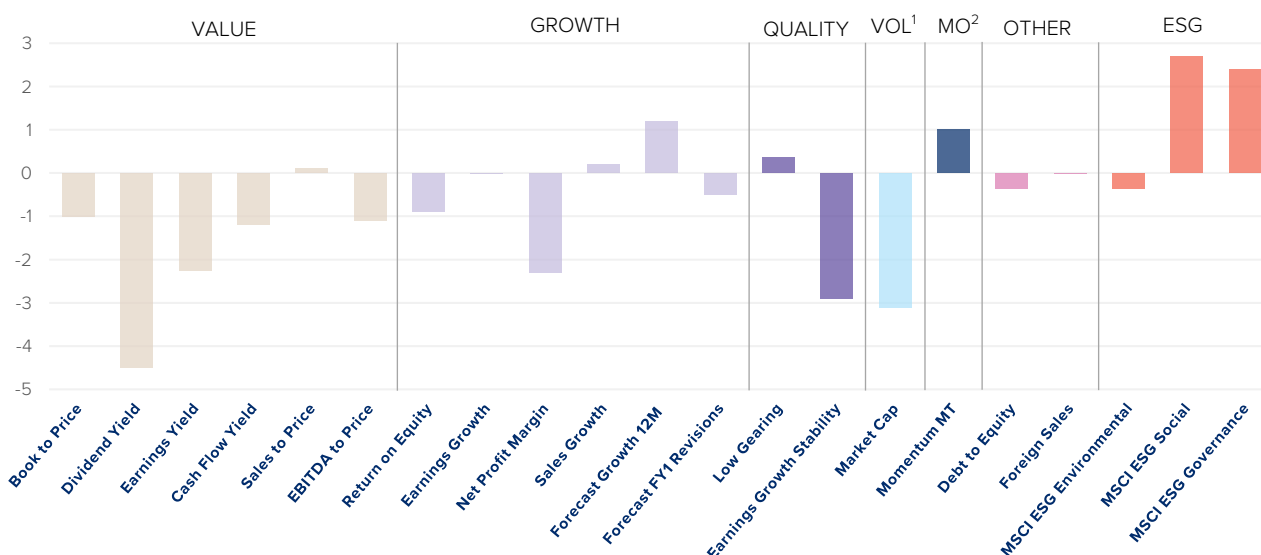
Holdings based analysis

This analysis is based on the stock holdings within the underlying managers' respective investment portfolios*. Note that the intention of this analysis is to provide a point in time snap-shot of the portfolio structures and it does not reflect any future biases within the portfolios. The 30 September 2023 period data has been used as it is the most current and up to date information available at the date of this report. The 31 December 2023 Lonsec Research is expected to be available in late April 2024.

Style analysis

The below chart shows the country and sector-adjusted style tilts exhibited by the blend of global equities in the underlying portfolio of Future Generation Global's investments with the fund managers. The value bars (far left-hand side) represent factors associated with a value-based investment style, while the growth bars (second from left) represent factors associated with a growth-based investment style.

Style Skyline (Country and Sector Adjusted)

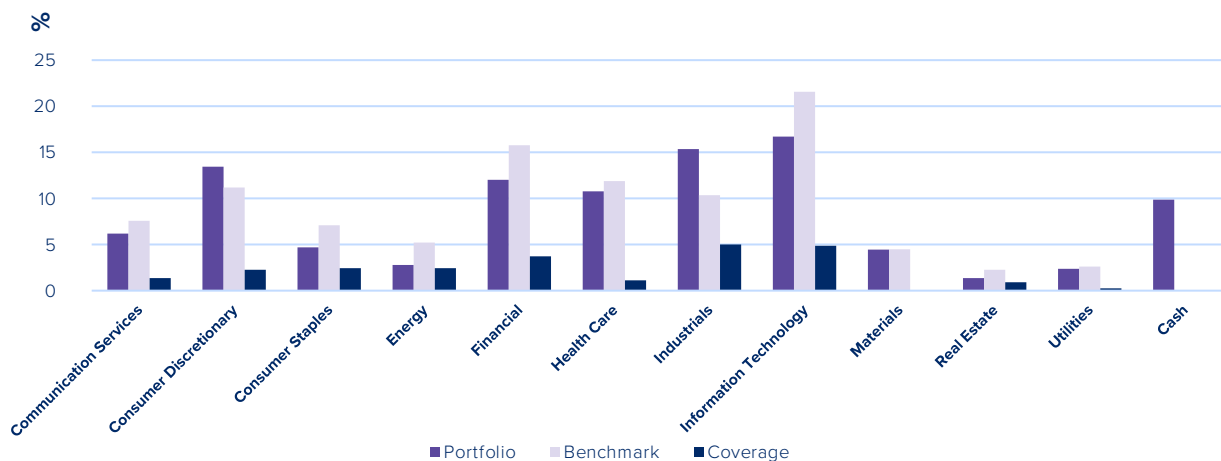


¹Volume

²Momentum

This chart displays the sector weights of the blend of global equities in the portfolio of the underlying fund managers of Future Generation Global and the MSCI AC World Net Return Index. Coverage data reveals the diversification across the benchmark, for each sector and for the investment portfolio overall.

Sector Distribution



*The holdings based analysis includes 92.5% of the investment portfolio.

Investment Committee Report

Risk attribution

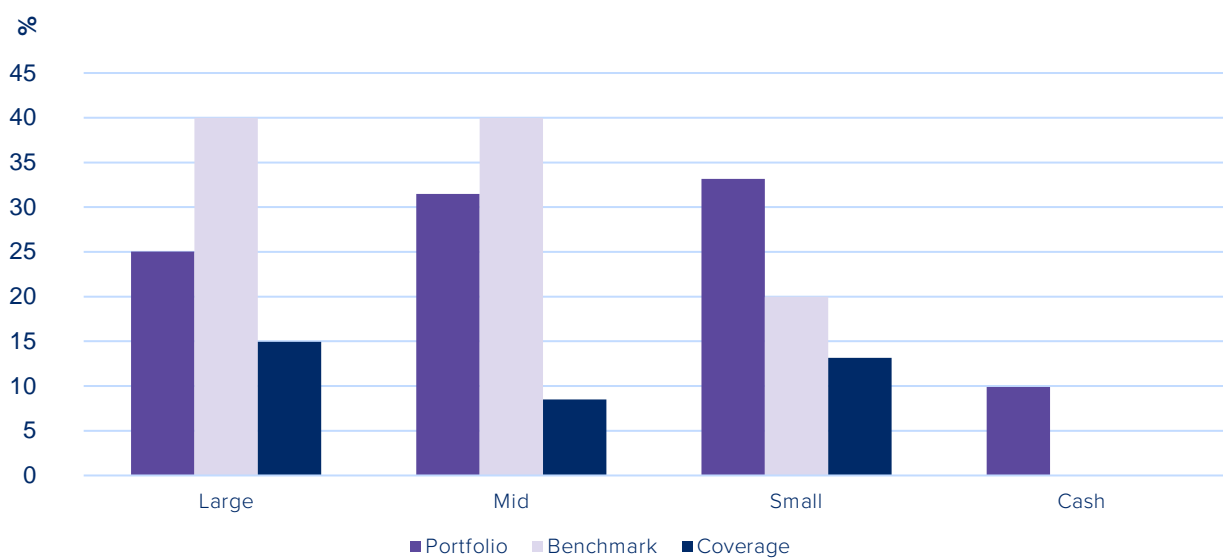
The following table and chart examine the various risk factors associated with the blend of global equities in the portfolio of the underlying fund managers of Future Generation Global. Risk attribution focuses on the estimation, analysis and decomposition of Tracking Error (and Tracking Variance) risk. The decomposition of the Tracking Variance identifies the principal sources of risk and further reveals risk compounding and risk offsets (via the Cross-Terms).

Risk Estimates

Tracking Error 2.5%	Coverage 34.4%	Persistence Ratio 1.1
Portfolio Beta 0.98	Portfolio Volatility 12.0%	Benchmark Volatility 12.1%
Correlation (Port, BM) 0.98	Portfolio Actual Stocks 1,499*	Benchmark Actual Stocks 2,945
Portfolio Effective Stocks 196.7	Benchmark Effective Stocks 167.6	

*The number of Portfolio Actual Stocks includes positions held in Exchange Traded Funds and the underlying stock exposure on a look through basis. For a description of the key risk measures listed above, please refer to Appendix A on page 18.

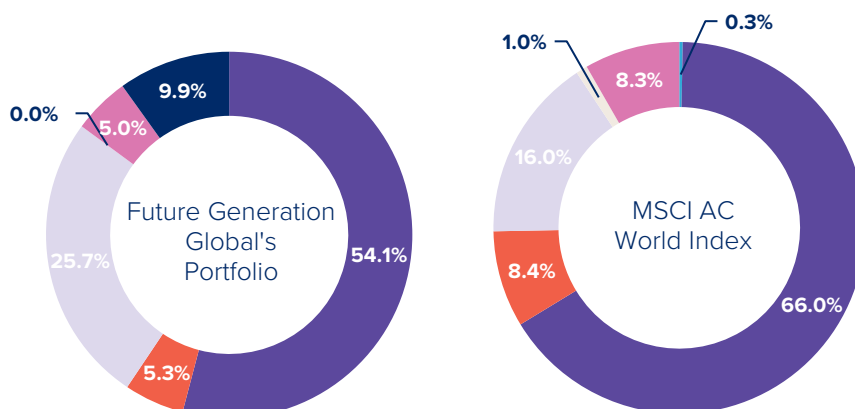
Size Distribution



Investment Committee Report

Regional allocations – as at 30 September 2023

Region	Active position
Africa	-0.3%
Americas	-11.9%
Asia	-3.1%
Europe	9.7%
Middle East	-1.0%
Pacific	-3.3%
Cash	9.9%

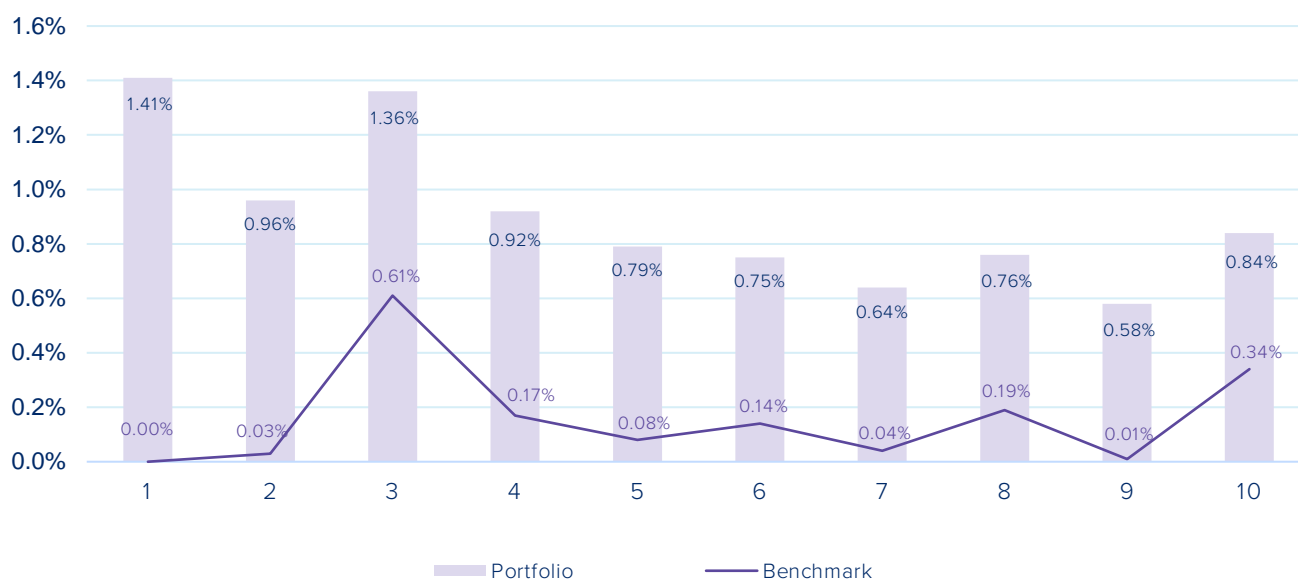


Detailed portfolio holdings – as at 30 September 2023

Global equities – top 10 overweights

Holding/Sector	Active position	Holding/Sector	Active position
1 Current Water Technologies Incorporated <i>Utilities</i>	1.41%	6 Diageo PLC <i>Consumer Staples</i>	0.61%
2 Rentokil Initial PLC <i>Industrials</i>	0.93%	7 Haleon PLC <i>Consumer Staples</i>	0.60%
3 Visa Incorporated <i>Financials</i>	0.75%	8 Booking Holdings Incorporated <i>Consumer Discretionary</i>	0.57%
4 Sony Group Corporation <i>Consumer Discretionary</i>	0.75%	9 GFL Environmental Holdings Incorporated <i>Industrials</i>	0.57%
5 Arthur J. Gallagher & Co. <i>Financials</i>	0.71%	10 LVMH Moët Hennessy Louis Vuitton SE <i>Consumer Discretionary</i>	0.50%

Active position portfolio and benchmark overweights



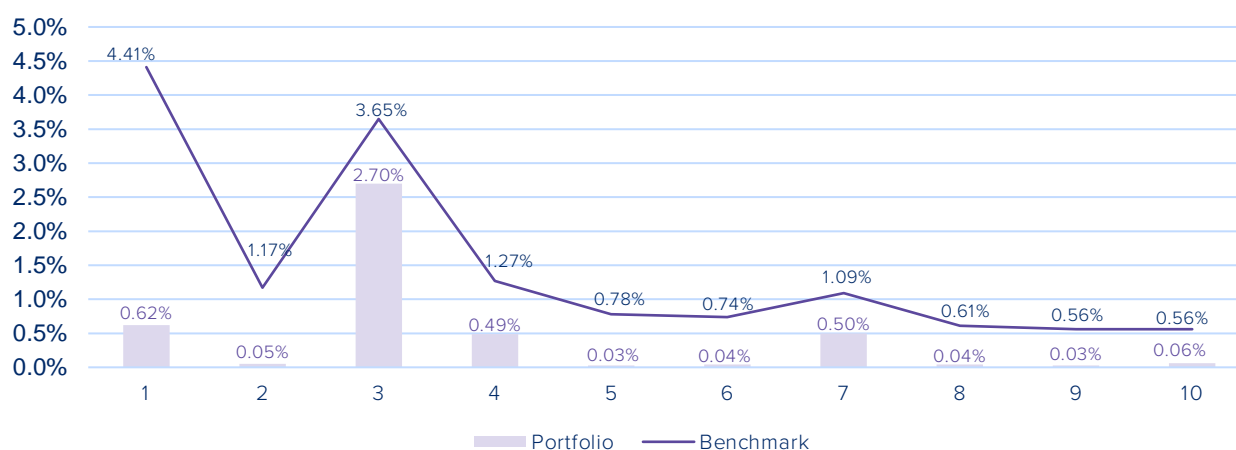
Investment Committee Report

Detailed portfolio holdings – as at 30 September 2023

Global equities – top 10 underweights

	Holding/Sector	Active position		Holding/Sector	Active position
1	Apple Incorporated <i>Information Technology</i>	-3.79%	6	Berkshire Hathaway Incorporated <i>Financials</i>	-0.70%
2	Tesla Incorporated <i>Consumer Discretionary</i>	-1.12%	7	Meta Platforms Incorporated <i>Communication Services</i>	-0.59%
3	Microsoft Corporation <i>Information Technology</i>	-0.95%	8	Johnson and Johnson <i>Health Care</i>	-0.57%
4	Alphabet Incorporated <i>Communication Services</i>	-0.78%	9	Procter & Gamble Corporation <i>Consumer Staples</i>	-0.53%
5	Exxon Mobil Corporation <i>Energy</i>	-0.75%	10	Broadcom Incorporated <i>Information Technology</i>	-0.50%

Active position portfolio and benchmark underweights



Environmental, Social and Corporate Governance (ESG) summary - as at 30 September 2023

This table summarises the exposure of the Future Generation Global portfolio to selected industries which are considered to be less ESG aware.

Industry	Exposure
Distillers and vintners	0.85%
Casinos and gambling	0.93%
Tobacco	0.00%
Coal and consumable fuel*	(0.03%)
Brewers	0.35%
Total of Future Generation Global portfolio considered to be ESG aware	97.90%

*Coal and consumable fuel negative exposure is due to short positions held by underlying fund managers in the investment portfolio.

Kiera Grant

Chair of the Investment Committee

Dated this 28th day of February 2024

Investment Committee Report

Appendix A – Glossary

Tracking Error	Measures the degree to which the performance of the portfolio varies from that of the underlying benchmark, in this case the MSCI AC World Net Return Index. Tracking error shows an investment's consistency versus a benchmark over a given period. A lower tracking error means that the investment will deliver a return closer to the underlying benchmark.
Coverage	The coverage ratio is the market value of the securities that are in the portfolio as compared to the benchmark. The ratio of 34.4% above means that 34.4% of the value of portfolio overlaps shares in the MSCI AC World Net Return Index.
Persistence Ratio	A practical indicator of the extent to which a forecast Tracking Error may be underestimated due to time-varying weights and trending in returns.
Portfolio Beta	Shows the degree of sensitivity of the portfolio to a 1.0% change in the underlying Index. As shown in the table, the Future Generation Global portfolio beta is 0.98 and this means that if the Index rose 1.0% the portfolio would increase by 0.98% and likewise if the Index fell 1.0% it would fall 0.98%.
Portfolio/Benchmark Volatility	Shows the degree to which the returns of the portfolio move around from their long-run average. It can be thought of as a measure of the risk in the portfolio. The volatility (or risk) for the portfolio of 12.0% is below the underlying Index, which is 12.1%.
Correlation	The correlation coefficient is a measure that determines the degree to which two variables' movements are associated. In this case, it measures the degree of association between movements in the Future Generation Global portfolio and the underlying Index.
Portfolio/Benchmark Actual Stock	Indicates the number of stocks in the portfolio as well as the number of stocks in the benchmark.
Portfolio/Benchmark Effective Stock	Shows the number of stocks in terms of reducing the portfolio risk from holding a specific stock, it is a measure of how diversified a portfolio is. The 196.7 effective stocks count for the Future Generation Global portfolio is very high as any diversified holding of stocks above about 30 stocks indicates a good degree of diversification. No single stock holding can overly impact the portfolio.
Active position	Measures the difference in allocation of an individual security or portfolio segment between the portfolio and the MSCI AC World Net Return Index.

Social Impact Report

Future Generation Global's social investment purpose is promoting wellbeing and preventing mental ill-health in young Australians. 2023 was the first year of partnership with our new group of 14 exceptional not-for-profit partners working in the prevention space. Our investment aims to support them to grow their impact with young people and to develop their organisations. We also aim to measure the impact of their work, individually and collectively as a portfolio for impact in youth mental health.

Measuring social impact is a challenging and emergent pursuit, especially when a funder seeks to understand the combined social impact of the work undertaken by multiple partners with multiple funding sources. We are committed to making every reasonable effort to measure impact and this year, our Impact Measurement Initiative started in earnest. Over time, this will develop into a compelling evidence-based asset to demonstrate the value of investing in wellbeing and preventing mental ill-health in young Australians.

Throughout 2023, we took our bold vision to measure the impact of our partners at a portfolio level – and brought it to reality. With the help of evaluation and data specialists, Future Generation Global has built a sophisticated impact measurement tool to track each of our partner's individual progress, as well as the collective impact of the portfolio.

The Future Generation Global Impact Measurement Initiative has been designed to be user-friendly and to provide value to our partners, all of which have varying levels of data maturity and different data collection methods. Partners upload de-identified demographic and outcomes data about the young people they work with onto the platform, which can analyse, visualise and aggregate the information. This allows us to understand the changes that occur in their young participants' lives over time – or the impact created. Partners are able to share data with each other and to gain a clearer picture of the benefit of their collective work.

We would like to thank all our partners for their significant contributions to this pioneering initiative. Over time, we will create a compelling evidence-based asset to demonstrate the value of investing in the prevention of mental ill-health in young Australians.

2023 and 2022 social investment:

During September 2023, shareholders voted their allocation of our annual social investment. The specific amount to each partner, as shown in the table below, was determined by shareholders' votes and directions, with the Board distributing the undirected monies. The Company made its eighth annual investment of \$5.4 million in November 2023. This takes our social investment since inception to \$38.0 million.

Social impact partners	2023 Investment	2022 Investment
BackTrack Youth Works	\$419,427	\$534,220
Big hART	\$408,727	\$520,592
Happy Paws Happy Hearts	\$186,763	\$237,878
Human Nature	\$162,363	\$206,800
I CAN Network	\$160,833	\$204,852
Live4Life	\$162,423	\$206,876
Mind Blank	\$118,351	\$150,743
Prevention United	\$159,408	\$203,037
PROJECT ROCKIT	\$162,422	\$206,876
ReachOut Australia	\$421,274	\$536,573
Smiling Mind	\$436,150	\$555,520
The Westerman Jilya Institute for Indigenous Mental Health	\$188,155	\$239,651
WANTA Aboriginal Corporation	\$194,397	\$247,602
Youth Opportunities	\$448,403	\$571,127
Directed to other youth related charities*	\$335,068	\$210,965
Directed to other Australian charities*	\$1,404,871	\$1,558,598
Convening and research**	\$75,000	-
Total social investment allocation	\$5,444,035	\$6,391,910

*Directed by shareholders with 1 million or more shares. These shareholders have the ability to direct their allocation to any non-profit organisation of their choosing, provided the organisation has deductible gift recipient (DGR) status.

**An allocation of funds to drive deeper impact by convening partners at the FGG Exchange Event and through the FGG Community of Practice.

Social Impact Report

Our social impact partners' work in 2023



backtrack.org.au

Founded in Armidale, NSW, in 2006, BackTrack does “whatever it takes, for as long as it takes” to keep vulnerable kids alive, out of jail and chasing their dreams.

BackTrack Youth Works – Getting kids back on track

Investment: \$419,427

BackTrack works with young people facing multiple risk factors, meaning they are disproportionately vulnerable to contact with the criminal justice system, low educational participation, substance use, homelessness, unemployment, severe psychological distress and suicidality. BackTrack offers the holistic, flexible and long-term support these young people need to get their lives back on track, including education, training, diversionary activities, transitional employment, youth work and residential accommodation. Despite having the odds stacked against them, more than 80% of young people who participate in BackTrack transition to further education, training and employment.

In 2023, BackTrack established operations in Tenterfield and honed its framework of support to the ‘BackTrack Network’ of like-minded organisations, now operating in nine regional communities in NSW and QLD. Collectively, the BackTrack Network engaged more than 200 young people, with significant impact to those individuals and their communities. A generously donated farm, Cubba Cubbah, has also taken shape this year, with a broad range of construction, conservation and agricultural training activities taking place on the Armidale property.

A five-year growth strategy has been developed to significantly expand BackTrack’s core education program, the BackTrack Works social enterprise and the BackTrack Network.

Big hART – Skate to belong

Investment: \$408,727

Big hART’s collaborations have illuminated young people’s experiences of issues such as homelessness, addiction, domestic violence and the intergenerational inequality faced by Indigenous Australians. They are presented to mainstream audiences to raise awareness and build public and political support for change.

In 2023, Big hART’s Skate of Mind project worked with 1,557 young people in 10 communities across Tasmania, South Coast NSW, Frankston VIC and Roebourne in the Pilbara WA. This prevention project delivers place-based social engagement opportunities for young people, utilising skateboarding, music and video.

It builds on the soothing effects of skateboarding; self-expression and self-esteem through physical accomplishment; and a sense of belonging and being valued by your community. Digital interactions draw young people into workshops; reconnecting them with their peers, building a sense of purpose, achievement and improved wellbeing – all combining to deliver mental health primary prevention.

Skate of Mind events have been delivered across multiple sites, via a unique transportable halfpipe with pro-skaters mentoring young people; skating in unusual environments and reclaiming these spaces with a welcome mat to young people.

BIG hART

bighart.org

Big hART uses arts and culture to involve young people and their communities in creating positive social change.

Social Impact Report



hphhfoundation.org

Happy Paws Happy Hearts connects isolated Australians with rescue animals, improving quality of life and offering genuine vocational pathways.

Happy Paws Happy Hearts – breaking isolation through animal connection

Investment: \$186,763

Young people starting at Happy Paws Happy Hearts typically struggle to leave the house, have high anxiety about meeting new people and believe that education or employment is unattainable for them.

In 2023, Happy Paws Happy Hearts launched in two new locations – Darwin and Hobart. Across its now seven sites, 489 young people living with a disability or mental health challenge engaged in weekly programs, where they connected in a group setting and learnt to care for rescue animals. Together they spent 14,000 hours caring for rescue animals, an increase of 40% on 2022.

Demonstrated benefits for the young people include increased confidence, skills development, improved quality of life and achievement of vocational pathways. 74% are making progress against three or more wellbeing indicators.

Happy Paws Happy Hearts employment pathways program “Explore” opened in the Hunter Valley and Toowoomba, helping more young people transition to employment in the animal care industry and beyond. 73% of Explore participants made the leap into employment, independent volunteering or further study.

Human Nature – turning to nature for healing and growth

Investment: \$162,363

Human Nature is a youth mental health service for young people aged 14 to 18 years old, offering therapeutic programs in nature and other settings where young people feel comfortable to open up. Its innovative outreach model supports young people in the Far North Coast of NSW, who are experiencing significant life challenges and who other services have been unable to support.

The 2022 flood catastrophe drove unprecedented demand for Human Nature and it met the challenge. The organisation accepted 130 new young people, an increase of 191% on the previous year, and positively impacted more young lives than ever before in 2023.

By working away from the confines of a clinic, the team builds the strong, long-term therapeutic relationships needed to support young people to overcome their adversity and thrive. Support is tailored to each individual, empowering young people to focus their therapeutic journey on what matters to them.

This year, 94% of young participants reported making progress in at least one area of their life, including school training and work (76%); feelings and emotions (64%); friendships and relationships (55%), and healthy lifestyle (55%).



humannature.org.au

Human Nature’s multi-disciplinary team provides mentoring and therapy, skill building, volunteering and physical adventure activities that focus on overcoming trauma, building resilience and lifelong wellbeing skills.

Social Impact Report



icannetwork.online

I CAN Network is Australia's largest Autistic-led organisation and one of Australia's biggest youth mentoring organisations.

I CAN Network – Building positive autistic identity

Investment: \$160,833

Tragically, young Autistic people face a 9 times higher risk of premature death by suicide than their non-Autistic peers. I CAN runs school and online mentoring programs for Autistic young people aged 5 to 22 years old.

Through their programs, participants connect with peers in a safe environment and take part in activities to improve their self-confidence and build life skills, such as communication and organisation skills. Uniquely, mentoring is conducted by staff who are neurodivergent/Autistic adults, with an increasing number being I CAN graduates.

In 2023, 3,126 young Autistic people participated in I CAN mentoring nationwide, a 60% increase on 2022 numbers. The outcomes pursued include belonging, self-acceptance, optimism, confidence and school connection. In 2023, program satisfaction was between 80% and 90%.

Live4Life – Communities rising to the mental health challenge

Investment: \$162,423

Started by the Macedon Ranges Shire Council after a number of youth suicides in 2008, Live4Life is the only youth mental health education and suicide prevention model designed specifically for rural and regional communities, where the suicide rate is 40% higher than in urban areas. Live4Life is evidence-based, independently evaluated and has Suicide Prevention Australia Standards Accreditation.

Adopting a whole-of-community approach, it involves all schools and relevant service agencies, such as health providers and the police. Its aim is to equip young people and their communities to recognise the signs and symptoms of emerging mental health issues - and to seek, or offer, help – so that communities can better look after and support their young people.

In 2023, Live4Life operated in 11 local government areas – two more than in 2022. Together, these communities delivered Teen Mental Health First Aid training® to more than 6,000 students – an increase of over 90% compared to 2022. In addition, close to 500 adults were trained in Youth Mental Health First Aid® and 232 young people participated in the Live4Life Crew youth leadership program.



live4life.org.au

Live4Life brings together rural and regional communities to improve youth mental health and wellbeing.

Social Impact Report

Mind Blank – Starting conversations that save lives

Investment: \$118,351

In 2023, Mind Blank engaged more than 4,000 children and young people - an increase of 56% on the previous year – through its preventative and early intervention mental health programs.

Primary and secondary school students are shown a short theatrical performance depicting a young person's experience of a mental health issue, such as negative self-talk, conflict or peer pressure. The program facilitator subsequently engages participants in a discussion and audience members are invited to provide input and feedback, including "directing" the actors to engage in help-seeking opportunities. This interactive and entertaining model offers young people a safe environment for building resilience and for raising awareness about mental ill-health and how to seek help.

More than 93% of participants learnt something new about mental and emotional wellbeing and over 98% enjoyed Mind Blank workshops.

Mind Blank works with a variety of schools and communities, including Aboriginal and Torres Strait Islander communities in the Top End. Last year, a focus for Mind Blank was program translation into Kriol.



mindblank.org.au

Mind Blank uses a unique approach, combining theatre and facilitated discussion, to engage young people in difficult discussions around mental health in a safe environment.

PREVENTION UNITED

preventionunited.org.au

Unlike other mental health organisations in Australia, Prevention United has an exclusive focus on promoting mental wellbeing and preventing mental health conditions – across the entire spectrum of conditions.

Prevention United – Young people driving momentum for prevention

Investment: \$159,408

Prevention United raises awareness about the benefits of mental ill-health prevention and advocates for governments to invest more in wellbeing. It also offers programs that enable people to look after their mental health and supports other organisations to increase their focus on wellbeing and prevention.

Over the last 12 months, Prevention United has been working with young people to advocate for greater government action and investment in promoting youth mental wellbeing and preventing mental health conditions. Given the chronic under-investment in these endeavours, advocacy is vital. It established a Youth Advisory Group – a group of 12 young people from diverse backgrounds and experiences – and expanded its Policy and Advocacy Team.

In 2023, Prevention United looked into the factors that are driving the surge in youth mental health conditions and published a major report titled [*Reimagining Youth Mental Health: A discussion paper about how to tackle the youth mental health crisis*](#). The report has been downloaded over 900 times to date.

This was followed by a solutions paper [*Building Australia's youth mental health promotion system*](#), describing how Australia can lead the world in youth mental health promotion, arresting and reversing the rising tide of youth mental ill-health. Prevention United is now actively promoting this proposal.

Social Impact Report

PROJECT ROCKIT – Mobilising school students against bullying

Investment: \$162,422

PROJECT ROCKIT aims to build kind, inclusive and respectful school communities by equipping young people with the tools to challenge bullying, foster empathy, build healthy relationships and grow wellbeing and resilience. Its programs are co-designed by young people and delivered by highly trained young presenters, who equip students with strategies to tackle bullying in all its forms.

In 2023, through its workshops - which involve engaging group activities, powerful storytelling and interactive discussion – PROJECT ROCKIT reached 64,000 students either online or in person in 275 schools in every state and territory. In its inaugural year, the PROJECT ROCKIT Foundation provided wrap-around anti-bullying and wellbeing programming to 23,431 students from 58 low socio-economic and regional schools, with 55 schools now on the waiting list.

A highlight of the year was the launch of PROJECT ROCKIT Plus, a digital hub to extend ROCKIT's reach beyond workshops, offering ongoing resources, supporting educator development, and engaging parents and carers in the education journey. 51 schools have joined the platform already.

PROJECT ROCKIT continues its growth, having reached over 600,000 students from Year 3 to Year 12 in more than 2,500 schools across Australia.



projectrockit.com.au

PROJECT ROCKIT is a movement uniting and mobilising Australian school students against bullying.

REACHOUT

ReachOut Australia – Reaching young people when and where they need

Investment: \$421,274

Anonymous, free and 100% online, ReachOut provides a safe place where young people can explore what's happening in their lives, connect with people who understand their situation, and find the resources to help them manage their challenges.

In 2023, more than 2.6 million people used ReachOut. 179,000 young people and 120,000 parents and carers engaged in online community discussions. 1,054 peer chat sessions were held, with 70% of participants reporting they felt better after their session.

Future Generation Global supported ReachOut's advocacy and research work. Research explored how young people are using digital platforms to support their wellbeing and grow their understanding of mental health. This informed a national online survey of 1,000 young people, designed to gather broader insights into how young people are using social media and community platforms for mental health support, and how they are discerning what information is trustworthy, in light of the explosion of content that is now available to them.

ReachOut established a Youth Advocacy Program and began training 10 young advocates, who will meet with Ministers and Departments to promote the role of digital services in the mental health system and bring their voice and experience into mental health-related policy processes.

au.reachout.com

With over 2 million users a year, ReachOut is the most accessed online mental health service for young Australians and their families.

Social Impact Report

Smiling Mind – Equipping kids with tools to thrive

Investment: \$436,150

Founded in 2012, Smiling Mind's goal is to shift the way people think about supporting their mental health, from being reactive to proactive - in the same way our relationship with physical health has changed over recent decades.

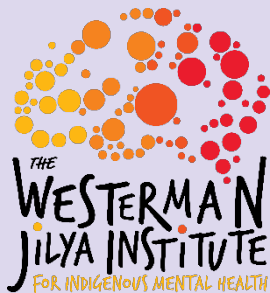
Smiling Mind's web and app-based programs are developed by psychologists and educators, using technology that is highly accessible to young Australians, and equipping them with the skills needed to nurture their mental health and navigate challenges.

In 2023, Smiling Mind supported hundreds of thousands of children, families and teachers each month in their homes and schools through their app and programs. 1,250 primary schools across the country participated in the Smiling Mind Schools Program. 75% of caregivers participating in the Resilient Families Program reported feeling more confident in building their child's resilience. 88% of children reported they developed resilience-related skills through Smiling Mind.



smilingmind.com.au

Smiling Mind aims to create generational change in the mental health of Australians by providing evidence-based tools that deliver the mental fitness skills needed to underpin good mental health and resilience from an early age.



thejilyainstitute.org.au

Jilya's vision is to reduce Indigenous suicides, build resilience and strengthen wellbeing in Indigenous Australians.

The Westerman Jilya Institute for Indigenous Mental Health – Pioneering culturally and clinically-informed approaches to prevention

Investment: \$188,155

The Jilya Institute was established in response to the unacceptable rates of Indigenous child suicide, which in WA are the world's highest.

It is working to develop culturally and clinically-informed mental health and suicide prevention responses and to increase the number of Indigenous Psychologists working in Australia, particularly in our highest risk regional and remote communities.

In 2023, the Dr Westerman Indigenous Psychology Scholarship Program grew substantially, now supporting 55 Indigenous psychology students (up from 26 in last year's report) financially and through mentorship and study/work placement opportunities.

The registration of these 55 students as psychologists would represent a 19% increase to the national workforce of Indigenous psychologists. Three of the students beginning their scholarships this year are from the Alice Springs region, building permanent skills and capacity in some of Australia's highest risk communities.

Social Impact Report

WANTA – Creating opportunities for children in remote communities

Investment: \$194,397

Wanta is a community-led organisation whose staff live and work in remote communities in the Northern Territory. It delivers culturally appropriate programs covering sport, recreation, alternative education, cooking and nutrition, life-skills, mental health, culture and language, and job readiness. It aims to modify the risk and protective factors that influence the mental wellbeing of young people in remote Indigenous communities, including, but not limited to, school engagement.

Wanta works closely with community members and tailors its support to local circumstances and the interests of local children. This year, Wanta opened the Bagai Barista Café in Ngukurr. More than 20 students have been involved in the social enterprise, serving over 3,000 delicious coffees and hot chocolates already. The Wanta academy rooms in the Ngukurr school had 15,000 visits from students last year.

10 Wanta students from Kalkarindji and Ngukurr hiked the Jatbula trail with Wanta staff, as a reward for high school attendance. Completing the trail was a phenomenal achievement for the kids and it taught them about trust and resilience.

Wanta provided nutritional meals for the whole community of Lajamanu once a week over a 10-week period. The Friday night community cook ups provided more than 1,000 hot meals to kids and their families.



wanta.org.au

Wanta Aboriginal Corporation works within some of the most remote communities in the Northern Territory, providing holistic support and creating opportunities for local young people.



Youth Opportunities Australia - Hardwiring resilience for life

Investment: \$448,403

Youth Opportunities' evidence-based programs equip young people with lifelong skills, habits and confidence to overcome adversity, build resilience and optimism, prepare for their future and reduce the barriers they face to achieving their potential. As a result, they show improved wellbeing and increased psychological health.

2023 was a year of significant growth for Youth Opportunities, as it delivered 100 programs, the largest number in a single year in its history, and piloted programs outside of South Australia for the first time. The national pilot delivered 20 programs in partnership with 17 schools across six states and territories. Outcomes included a 64% reduction in the number of students at high risk of developing a mental health disorder.

Responding to a critical need in disadvantaged and regional communities, Youth Opportunities worked with schools and communities to develop place-based models of their Personal Leadership Program. Each model utilises Youth Opportunities' evidence-based framework while providing schools with the flexibility to contextualise resources to their situation. The models equip educators to skilfully navigate the diverse challenges students face, ultimately enhancing educational engagement, attendance and outcomes.

youthopportunities.com.au

For over 25 years, Youth Opportunities has partnered with schools to support personal development of more than 15,000 young South Australians.

Directors' Report to Shareholders

For the year ended 31 December 2023

The Directors present their report together with the financial report of Future Generation Global Limited (Future Generation Global or the Company) for the year ended 31 December 2023. The Company was formerly known as Future Generation Global Investment Company Limited.

Principal activity

The principal activity of the Company is investing in global equity fund managers while also investing in organisations promoting wellbeing and preventing mental ill-health in young Australians. The Company invests its capital with fund managers who have agreed to provide their services for 0.0% management fees and 0.0% performance fees. The pro bono support of these fund managers, as well as the pro bono support of various service providers, allows the Company to invest 1.0% of its average monthly net assets each year in our social impact partners and other not-for-profit organisations with a focus on mental health and wellbeing in young Australians.

There was no change in the nature of the activity of the Company during the year or is likely in the future.

Operating and financial review

For the financial year ended 31 December 2023, the investment portfolio increased 16.7%*, while the MSCI AC World Index (AUD) rose 21.9%. Since inception, the investment portfolio has increased 7.8%* per annum. Future Generation Global's investment portfolio performance has been achieved with less volatility as measured by standard deviation, 9.8% versus the Index's 10.8%.

The investment portfolio performance drove a record operating profit before tax of \$78.9 million (2022: operating loss before tax of \$127.5 million) and a record operating profit after tax of \$55.7 million (2022: operating loss after tax of \$89.1 million).

The pre-tax NTA for each share as at 31 December 2023 was \$1.43 per share (2022: \$1.31). The post-tax NTA was \$1.38 per share (2022: \$1.31). These figures are after the 7.1 cents per share in fully franked dividends paid during the year.

The operating profit for the year includes the distribution income received from underlying fund managers, in addition to the unrealised gains and losses arising as a result of the changes in the market value of the investments held with the underlying fund managers. The level of distribution income received and the movement in the market value of the investments can add to or reduce operating profit or loss in each period respectively. This treatment under the Accounting Standards can cause large variations in reported operating profits or losses between periods.

The operating profit or loss for each financial year is reflective of the underlying investment portfolio performance and is important to understand with context to the overall performance of equity markets in any given year. As a result, we believe the more appropriate measures of the financial results for the period are the investment portfolio performance, the change in net tangible assets (NTA) and fully franked dividends, together with total shareholder return (TSR).

Further information on the financial performance of the Company is contained in the Chair and Chief Executive Officer's Letter on pages 6 to 11 of this report and in the Investment Committee Report on pages 12 to 18 of this report.

Financial position

The net asset value of the Company as at 31 December 2023 was \$546.3 million (2022: \$516.5 million).

Further information on the financial position of the Company is contained in the Chair and Chief Executive Officer's Letter on pages 6 to 11 of this report.

Significant changes in state of affairs

There was no significant change in the state of affairs of the Company during the year ended 31 December 2023.

*Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

Directors' Report to Shareholders

For the year ended 31 December 2023

Dividends

Dividends paid or declared are as follows:	\$'000
Fully franked interim FY2023 dividend of 3.6 cents per share paid on 20 October 2023	14,266
Fully franked final FY2022 dividend of 3.5 cents per share paid on 21 April 2023	13,836

Since the end of the year, the Board declared a fully franked final dividend of 3.6 cents per share to be paid on 24 May 2024. Since inception, after taking into account the fully franked final dividend payable, the Company will have paid 26.7 cents per share in fully franked dividends to shareholders.

Directors

The following persons were Directors of the Company during the financial period and up to the date of this report:

Jennifer Westacott AO	Chair and Non-Executive Director (appointed 27 November 2023)
Geoff Wilson AO	Non-Executive Director
Frank Casarotti	Non-Executive Director
Kiera Grant	Non-Executive Director
Sarah Morgan	Non-Executive Director
Jonathan Nicholas	Non-Executive Director
Kate Thorley	Non-Executive Director
Geoff R Wilson	Non-Executive Director

Information on Directors

Jennifer Westacott AO (Chair and Non-Executive Director)

Experience and expertise

Jennifer Westacott was the Chief Executive of the Business Council of Australia – the leading forum for top companies to contribute to public policy debate – from February 2011 until October 2023. She is currently Chancellor of the University of Western Sydney; a non-executive Director of Wesfarmers; Chair of the Western Parkland City Authority; and inaugural Chair of the Board of Studio Schools of Australia. Jennifer is a patron of Fairbreak International, a patron of Mental Health Australia, co-patron of Pride in Diversity and a patron of the Pinnacle Foundation.

Jennifer Westacott has been Chair of the Company since November 2023.

Other current directorships

Jennifer Westacott is currently a non-executive Director of Wesfarmers (appointed April 2013).

Former directorships in the last 3 years

Jennifer Westacott has not resigned as a Director from any listed companies within the last three years.

Special responsibilities

Chair of the Board.

Interests in shares of the Company

Jennifer Westacott has no interests in shares of the Company.

Interests in contracts

Jennifer Westacott has no interests in contracts of the Company.

Directors' Report to Shareholders

For the year ended 31 December 2023

Geoff Wilson AO (Non-Executive Director)

Experience and expertise

Geoff Wilson has more than 43 years' direct experience in investment markets having held a variety of senior investment roles in Australia, the UK and the US. Geoff founded Wilson Asset Management in 1997. Geoff created Australia's first listed investment companies to deliver both investment and social returns, Future Generation Australia Limited and Future Generation Global Limited. Geoff holds a Bachelor of Science, a Graduate Management Qualification and is a Fellow of the Financial Services Institute of Australia and the Australian Institute of Company Directors (AICD).

Geoff Wilson has been a Director of the Company since May 2015.

Other current directorships

Geoff is Chairman of WAM Capital Limited (appointed March 1999), WAM Research Limited (appointed June 2003), WAM Active Limited (appointed July 2007), WAM Leaders Limited (appointed March 2016), WAM Microcap Limited (appointed March 2017), WAM Global Limited (appointed February 2018) and WAM Strategic Value Limited (appointed March 2021). He is the founder and a director of Future Generation Australia Limited (appointed July 2014) and a Director of Staude Capital Global Value Fund Limited (appointed April 2014), Hearts and Minds Investments Limited (appointed September 2018) and WAM Alternative Assets Limited (appointed September 2020).

Former directorships in the last 3 years

Geoff Wilson resigned as a Director of Australian Leaders Fund Limited in March 2021.

Special responsibilities

Member of the Investment Committee. Geoff Wilson held the position of Acting Chair until the appointment of Jennifer Westacott as Chair on 27 November 2023.

Interests in shares of the Company

Details of Geoff Wilson's interests in shares of the Company are included later in this report.

Interests in contracts

Details of Geoff Wilson's interest in contracts of the Company are included later in this report.

Frank Casarotti (Non-Executive Director)

Experience and expertise

Frank Casarotti joined Magellan Financial Group in March 2007 and most recently held the position of General Manager – Distribution until his retirement in late 2023. Frank began his career at Australian Eagle Insurance Group in 1979, later joining Colonial First State (then known as First State Fund Managers) as its Queensland State Manager in 1992 and relocating to Sydney to take up the role of Head of Adviser Distribution in 2001. His role at Colonial First State extended from the promotion of Colonial's asset management business capability to its entry into the platform market.

Frank Casarotti has been a Director of the Company since May 2015.

Other current directorships

None.

Former directorships in the last 3 years

Frank Casarotti has not resigned as a director from any listed companies within the last three years.

Special responsibilities

None.

Interests in shares of the Company

Details of Frank Casarotti's interests in shares of the Company are included later in this report.

Interests in contracts

Details of Frank Casarotti's interest in contracts of the Company are included later in this report.

Directors' Report to Shareholders

For the year ended 31 December 2023

Kiera Grant (Non-Executive Director)

Experience and expertise

Kiera Grant has extensive experience as a non-executive Director of public and private companies as well as senior management experience, having spent 15 years working in equity capital markets, most recently as Executive Director, UBS Australia. Kiera recently completed her tenure as Chair of the Art Gallery of NSW Foundation and directorship of the Ascham Foundation.

Kiera Grant has been a Director of the Company since March 2018.

Other current directorships

Kiera Grant is currently a non-executive Director of Adairs Limited (appointed January 2019), Samuel Smith & Sons Pty Limited (holding company of the Yalumba Wine Company and Negotiants Distribution) and Perennial Partners. Kiera is a Trustee of the Art Gallery of NSW.

Former directorships in the last 3 years

Kiera Grant has not resigned as a Director from any listed companies within the last three years.

Special responsibilities

Chair of the Investment Committee.

Interests in shares of the Company

Details of Kiera Grant's interests in shares of the Company are included later in this report.

Interests in contracts

Kiera Grant has no interests in contracts of the Company.

Sarah Morgan (Non-Executive Director)

Experience and expertise

Sarah is an experienced corporate financial advisor. Her previous executive roles included 16 years with independent corporate advisory firm Grant Samuel. Sarah is a member of the Australian Institute of Company Directors (AICD).

Sarah Morgan has been a Director of the Company since June 2015.

Other current directorships

Sarah Morgan is currently a non-executive Director of Adslot Limited (appointed January 2015), Melbourne Girls Grammar (appointed December 2018), Intrepid Group Pty Limited (appointed January 2019) and Skalata Ventures Pty Limited (appointed February 2021).

Former directorships in the last 3 years

Sarah Morgan resigned as a Director of Nitro Software Limited in March 2023 and Whispir Limited in January 2024.

Special responsibilities

Member of the Audit and Risk Committee.

Interests in shares of the Company

Details of Sarah Morgan's interests in shares of the Company are included later in this report.

Interests in contracts

Sarah Morgan has no interests in contracts of the Company.

Directors' Report to Shareholders

For the year ended 31 December 2023

Jonathan Nicholas (Non-Executive Director)

Experience and expertise

Jonathan was one of the early staff members of ReachOut and served the organisation for more than 20 years, including as Founding CEO of ReachOut Ireland in 2009 and CEO of ReachOut Australia between 2010 and 2018. In 2018, Jonathan established the Wellbeing Outfit, a consulting business specialising in mental health and wellbeing. Jonathan is also an Executive Consultant at Ernst & Young specialising in mental health.

Jonathan Nicholas has been a Director of the Company since April 2019.

Other current directorships

Jonathan Nicholas is currently a non-executive Director of The Man Cave and Roses in the Ocean.

Former directorships in the last 3 years

Jonathan Nicholas has not resigned as a director from any listed companies within the last three years.

Special responsibilities

None.

Interests in shares of the Company

Jonathan Nicholas has no interests in shares of the Company.

Interests in contracts

Jonathan Nicholas has no interests in contracts of the Company.

Kate Thorley (Non-Executive Director)

Experience and expertise

Kate Thorley has over 18 years' experience in the funds management industry and more than 23 years of financial accounting and corporate governance experience. Kate is the Chief Executive Officer of Wilson Asset Management (International) Pty Limited, Director of WAM Capital Limited, WAM Leaders Limited, WAM Global Limited, WAM Microcap Limited, WAM Strategic Value Limited, WAM Research Limited, WAM Active Limited and Future Generation Australia Limited. She holds a Bachelor of Commerce, a Graduate Diploma in Applied Finance and Investment, Graduate Diploma of Applied Corporate Governance and is a fully qualified Chartered Accountant. Kate is a Graduate member of the Australian Institute of Company Directors (AICD).

Kate Thorley has been a Director of the Company since March 2021.

Other current directorships

Kate Thorley is a Director of WAM Active Limited (appointed July 2014), WAM Research Limited (appointed August 2014), Future Generation Australia Limited (appointed April 2015), WAM Leaders Limited (appointed March 2016), WAM Capital Limited (appointed August 2016), WAM Microcap Limited (appointed March 2017), WAM Global Limited (appointed February 2018) and WAM Strategic Value Limited (appointed March 2021).

Former directorships in the last 3 years

Kate Thorley has not resigned as a Director from any other listed companies within the last three years.

Special responsibilities

Member of the Audit and Risk Committee.

Interests in shares of the Company

Details of Kate Thorley's interests in shares of the Company are included later in this report.

Interests in contracts

Kate Thorley has no interests in contracts of the Company.

Directors' Report to Shareholders

For the year ended 31 December 2023

Geoff R Wilson (Non-Executive Director)

Experience and expertise

Geoff's broad business experience across a range of sectors spans more than 35 years, holding numerous positions with KPMG in Australia including as CEO, in Hong Kong as COO for Asia Pacific and as a Partner in Silicon Valley. He is a founding member of the Champions of Change, a member of the UNSW Business School Advisory Council, former President of the Business Schools alumni network in Hong Kong and has been active in the not-for-profit sector across education and indigenous engagement. Geoff is a Graduate member of the Australian Institute of Company Directors (AICD) and a fellow of the Institute of Chartered Accountants Australia and New Zealand.

Geoff R Wilson has been a Director of the Company since March 2019.

Other current directorships

Geoff R Wilson is a non-executive Director and Chairman of the Audit and Risk Committee of Nanosonics Limited (appointed July 2019) and Toll Group. Geoff is a non-executive Director and Chairman of the Sydney Symphony Orchestra. Geoff is a non-executive director of ipSCAPE Pty Limited and non-executive director and Chair of the Risk Management Committee of HSBC Bank Australia Limited and is an advisory board member for HitCheck.

Former directorships in the last 3 years

Geoff R Wilson has not resigned as a Director from any listed companies within the last three years.

Special responsibilities

Chair of the Audit and Risk Committee.

Interests in shares of the Company

Details of Geoff R Wilson's interests in shares of the Company are included later in this report.

Interests in contracts

Geoff R Wilson has no interests in contracts of the Company.

Chief Executive Officer

Caroline Gurney

Caroline is Chief Executive Officer of Future Generation and has more than 26 years' experience in the financial services sector focused on marketing, corporate affairs and corporate social responsibility. Caroline has held senior roles at UBS and Citibank and has worked in London, across Asia-Pacific and Australia during her career. She is a member of Ascham School Council and the Centennial Park and Moore Park Foundation, an ambassador for the Australian Indigenous Education Foundation (AIEF), a director of Our Watch, an organisation focused on preventing violence against women and children and set up and was a director of the UBS Australia Foundation. Caroline has also previously served as a director of Future Generation Australia and as a Council Member of Chief Executive Women, and is currently an active member.

Joint Company Secretaries

The following persons held the position of Company Secretary at the end of the financial period:

Jesse Hamilton

Jesse is a Chartered Accountant with more than 15 years' experience working in advisory and assurance services, specialising in funds management. As the Chief Financial Officer, Jesse oversees all finance and accounting of Wilson Asset Management (International) Pty Limited. He is Company Secretary for WAM Alternative Assets Limited and WAM Strategic Value Limited and Joint Company Secretary for WAM Capital Limited, WAM Leaders Limited, WAM Global Limited, WAM Microcap Limited, WAM Research Limited and WAM Active Limited, in addition to Future Generation Australia Limited and Future Generation Global Limited. Prior to joining Wilson Asset Management, Jesse worked as Chief Financial Officer of an ASX listed company and also worked as an advisor specialising in assurance services, valuations, mergers and acquisitions, financial due diligence and capital raising activities for listed investment companies.

Jesse was appointed Company Secretary of Future Generation Global in March 2021.

Directors' Report to Shareholders

For the year ended 31 December 2023

Joint Company Secretaries (continued)

Mark Licciardo

Mr Mark Licciardo, of Acclime Corporate Services, has extensive experience working with Boards of ASX listed companies in the areas of corporate governance, accounting and finance and company secretarial practice. His expertise is in developing and guiding effective governance and he is considered a leader in this sector. His 40-year corporate career has encompassed executive roles in banking and finance, funds management, investment and infrastructure development. Mark was the Managing Director and founder of Mertons Corporate Services which was acquired by Acclime in 2022 and is currently Partner and Managing Director of Acclime's Listed Services division and a non-executive Director of various public and private companies.

Members of the Investment Committee

The experience and qualifications of the members of the Investment Committee during the financial period and up to the date of this report are set out below:

Kiera Grant (Chair)

Kiera Grant is also a Director. Please refer to page 30 of the Directors' Report for details of Kiera's experience and qualifications.

Gary Brader

Gary has worked at QBE since 2003 and was appointed Group Chief Investment Officer in January 2011. Gary previously worked at Alliance Capital in London, with 20 years investment experience including time with AXA Investment Managers in London and AXA Australia. Gary holds a Bachelor of Commerce and Administration.

John Coombe

John is a Principal Consultant and a Director at investment consulting firm JANA and has worked at the firm since 1988. Prior to joining JANA, John's experience includes 10 years at the State Electricity Commission of Victoria (SECV), where he worked in the superannuation, treasury and accounting areas. John holds a Diploma of Business Studies from Footscray Institute of Technology and is a qualified accountant.

Veronica Klaus (appointed 13 June 2023)

Veronica is the Head of the Lonsec's Investment Consulting team, and provides advice and input into the portfolio construction process across managed accounts through to model portfolios, including fund research, selection and portfolio construction advice, as well as asset allocation decisions. She is also responsible for maintaining relationships with key dealer group clients and providing them with tailored solutions. Veronica is also chair of Lonsec's Manager Selection, Tailored Managed Account and Direct Equities Committees as well as a member of Lonsec's Asset Allocation Investment Committee. Veronica has over 20 years industry experience commencing her research career at Bridges Financial Services. Veronica holds a Bachelor of Commerce Degree.

Aman Ramrakha

Aman is currently Director, Manager Selection Services at Morningstar. Prior to this, Aman was an Executive Manager at the Commonwealth Bank of Australia where he was responsible for the investment and insurance research function within the Wealth Management Advice Business. In a prior role, Aman was responsible for constructing investment portfolios for high net worth individuals. Aman has over 20 years financial services experience and has held technical, consulting and advisory roles at BT Financial Group, Colonial First State, KPMG and the Commonwealth Private Bank. Aman holds a Bachelor of Commerce, majoring in Economics and Finance, a Graduate Diploma in Applied Finance and Investments, Diploma of Financial Planning and is a Certified Investment Management Consultant.

Directors' Report to Shareholders

For the year ended 31 December 2023

Members of the Investment Committee (continued)

Sean Webster

Sean Webster is Senior Manager – Research and Investment Strategy in AMPA Research at AMP. He has a strong research background that spans over 27 years bringing a wealth of investment research and management experience. Sean previously worked at Australian Fund Monitors, a boutique, research house specialising in absolute return funds. Sean has also been Head of Investment Research at Byron Capital Private Investors and a senior analyst with Berkley Group (now Findex) and has experience as an investment manager with Centuria Capital, a multi-manager funds management business. Sean has a strong economics background and experience across all asset classes including equities, fixed interest, property, and alternatives and has a Master of Arts from Clark University, Massachusetts, USA, a Bachelor of Commerce degree and is a Chartered Financial Analyst (CFA).

Martyn McCathie

Martyn has worked with the Investment Committee (IC) for both Future Generation Australia and Future Generation Global since inception, before formally joining the IC in 2022. Martyn has more than 20 years' experience within financial services, both domestic and overseas and is currently an Investment Specialist at Wilson Asset Management. Prior to joining Wilson Asset Management in 2015, he held several senior operational and compliance roles at a number of boutique fund managers and large custodians.

Geoff Wilson AO

Geoff Wilson is also a Director. Please refer to page 29 of the Directors' Report for details of Geoff's experience and qualifications.

Remuneration Report (Audited)

The responsibility of the Company's remuneration policy rests with the Board. Given the size of the Company, its charitable nature, the fact that the Company does not have any employees and has no intention to remunerate its Directors, no remuneration committee has been formed by the Company.

a) Remuneration of Directors and Other Key Management Personnel

The Chair and the Directors have agreed to waive their Directors' fees on an ongoing basis. For the year ended 31 December 2023, no Directors' fees were paid by the Company (2022: nil).

Wilson Asset Management (International) Pty Limited (Wilson Asset Management) is the lead supporter of Future Generation Global and has been providing financial and operational support since the inception of Future Generation Global in 2015. The Company has a service agreement with Wilson Asset Management regarding the financial and operational support provided (as announced on 16 June 2021). Under the service agreement, the Company is charged in relation to the financial and operational support provided to the Company, including the provision of services from the Chief Executive Officer (Caroline Gurney) and the Social Impact Manager (Emily Fuller). The costs incurred under the service agreement are \$350,000 per annum. As the service agreement does not incur GST, due to the nature of the services provided, the total expense incurred for FY2023 has been partially offset by a GST adjustment of \$53,986 from prior periods.

Directors' Report to Shareholders

For the year ended 31 December 2023

Remuneration Report (Audited) (continued)

a) Remuneration of Directors and Other Key Management Personnel (continued)

The following table reflects the Company's performance and Executive remuneration over five years:

	31 December 2023	31 December 2022	31 December 2021	31 December 2020	31 December 2019
Operating profit/(loss) after tax (\$'000)	55,705	(89,130)	47,657	53,829	8,562
Dividends declared (cents per share)	7.2	7.0	6.0	2.0	1.5
Share price (\$)	1.19	1.135	1.605	1.50	1.275
NTA before tax (\$ per share)	1.43	1.31	1.74	1.62	1.47
Total Directors' remuneration (\$'000)	-	-	-	-	-
Total Executive remuneration (\$'000)*	-	-	43	120	120
Shareholders equity (\$'000)	546,346	516,476	629,219	592,325	545,683

*Executive remuneration includes remuneration paid to Louise Walsh for her services as Chief Executive Officer of Future Generation Global until her resignation in April 2021. Caroline Gurney is remunerated for her services as Chief Executive Officer by Wilson Asset Management. The Company is charged for incremental costs incurred by Wilson Asset Management in accordance with the service agreement between the entities, which was announced on the ASX on 16 June 2021. For further information on the service agreement recharge, please refer to section (b) of the remuneration report below.

b) Director Related Entities Remuneration

Except as noted below, all transactions with related entities were made on normal commercial terms and conditions and at market rates.

Frank Casarotti held the position of General Manager – Distribution of Magellan Asset Management Limited which is the Responsible Entity of the Magellan Global Fund, until his retirement in December 2023. Magellan Asset Management Limited is a fund manager for the Company and has agreed to forgo management and performance fees on the funds managed on behalf of the Company. Distributions and management and performance fee rebates received from the Magellan Global Fund are either received in cash or are reinvested. For the 2023 financial year, the Magellan Global Fund paid a distribution of \$1,655,677 and rebates of \$603,299.

Geoff Wilson AO is the Chairman and director of Wilson Asset Management. Wilson Asset Management provides some company secretarial services, financial reporting, investor relations and marketing for the Company. The Company has a service agreement with Wilson Asset Management regarding the financial and operational support provided (as announced on 16 June 2021). Under the service agreement, the Company is charged in relation to the financial and operational support provided to the Company, including the provision of services from the Chief Executive Officer and the Social Impact Manager. The costs incurred under the service agreement are \$350,000 per annum. As the service agreement does not incur GST, due to the nature of the services provided, the total expense incurred for FY2023 has been partially offset by a GST adjustment of \$53,986 from prior periods.

Wilson Asset Management looks forward to continuing its support for the Company and the service agreement between Wilson Asset Management and the Company reflects the enduring relationship between the parties.

Directors' Report to Shareholders

For the year ended 31 December 2023

Remuneration Report (Audited) (continued)

c) Equity Instruments Disclosures of Directors, Other Key Management Personnel and Related Parties

As at the date of this report, the Company's Directors, other key management personnel and their related parties held the following interests in the Company:

Ordinary shares held Directors and Key Management	Balance at 31 December 2022	Acquisitions/on appointment	Disposals	Balance at 31 December 2023
Jennifer Westacott AO*	-	-	-	-
Geoff Wilson AO	5,350,277	400,000	-	5,750,277
Frank Casarotti	50,000	-	-	50,000
Kiera Grant**	782,734	488,616	(488,616)	782,734
Sarah Morgan	90,909	-	-	90,909
Jonathan Nicholas	-	-	-	-
Geoff R Wilson	85,135	-	-	85,135
Kate Thorley	98,251	24,138	-	122,389
Caroline Gurney	29,806	-	-	29,806

*Jennifer Westacott AO was appointed to the Board of Directors on 27 November 2023.

**The holdings movements within the period were a result of an off-market transfer of shares between entities associated with the Director. There was no change in the overall interests in the Company held by the Director within the period.

There have been no changes in shareholdings disclosed above between 31 December 2023 and the date of the report.

Directors, other key management personnel and director related entities disposed of and acquired ordinary shares in the Company on the same terms and conditions available to other shareholders. The Directors have not, during or since the end financial period, been granted options over unissued shares or interests in shares of the Company as part of their remuneration. For further details, please refer to Note 20 of the financial statements.

– END OF REMUNERATION REPORT –

Directors' Meetings

Director	No. eligible to attend	Attended
Jennifer Westacott AO*	1	1
Geoff Wilson AO	4	3
Frank Casarotti	4	4
Kiera Grant	4	3
Sarah Morgan	4	4
Jonathan Nicholas	4	4
Kate Thorley	4	4
Geoff R Wilson	4	4

*Jennifer Westacott AO was appointed to the Board of Directors on 27 November 2023.

Directors' Report to Shareholders

For the year ended 31 December 2023

Audit & Risk Committee Meetings

The main responsibilities of the Audit and Risk Committee are set out in the Company's 2023 Corporate Governance Statement available on the Company's website at futuregeninvest.com.au.

Director	No. eligible to attend	Attended
Geoff R Wilson (Chair)	4	4
Sarah Morgan	4	4
Kate Thorley	4	3

Investment Committee Meetings

Investment Committee Member	No. eligible to attend	Attended
Kiera Grant (Chair)	4	4
Veronica Klaus*	2	2
Gary Brader	4	2
John Coombe	4	2
Lukasz de Pourbaix*	1	1
Aman Ramrakha	4	1
Sean Webster	4	4
Geoff Wilson AO	4	3
Martyn McCathie	4	4

*Veronica Klaus was appointed to the Investment Committee on 13 June 2023, following the resignation of Lukasz de Pourbaix in May 2023.

After Balance Date Events

Since the end of the year, the Board declared a fully franked final dividend of 3.6 cents per share to be paid on 24 May 2024.

No other matters or circumstances have arisen since the end of the period, other than already disclosed, which significantly affect or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial periods.

Future Developments

The Company's future performance is dependent on the performance of the Company's investments. In turn, the performance of these investments is impacted by investee company-specific factors and prevailing industry conditions. In addition, a range of external factors including economic growth rates, interest rates, exchange rates and macro-economic conditions impact the overall performance of the Company's investments and equity markets.

As such, we do not believe it is possible or appropriate to predict the future performance of the Company's investments and, therefore, the Company's performance.

Environmental Regulation

The Company's operations are not regulated by any environmental regulation under a law of the Commonwealth or a State or Territory.

Indemnification and Insurance of Officers or Auditors

During the year, the Company paid a premium in respect of a contract insuring the Directors and Officers of the Company, the Company Secretary and any related body corporate against liability incurred as such by a Director, Officer or Secretary to the extent permitted by the *Corporations Act 2001*. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

No indemnities have been given or insurance premiums paid during or since the end of the financial year, for any person who is or has been an auditor of the Company.

Directors' Report to Shareholders

For the year ended 31 December 2023

Proceedings on behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the year.

Non-Audit Services

During the year Pitcher Partners, the Company's auditor, did not perform any non-assurance services in addition to their statutory duties for the Company. Related entities of Pitcher Partners perform certain taxation services for the Company on a pro bono basis. Details of the amounts paid to the auditors are disclosed in Note 7 to the financial statements.

The Board of Directors, in accordance with advice from the Audit and Risk Committee, is satisfied that the provision of non-audit services during the year is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The Directors are satisfied that the services disclosed in Note 7 did not compromise the external auditor's independence for the following reasons:

- all non-audit services are reviewed and approved by the Audit and Risk Committee to ensure they do not adversely affect the integrity and objectivity of the auditor; and
- the nature of the services provided do not compromise the general principles relating to auditor independence in accordance with the *APES 110: Code of Ethics for Professional Accountants (including Independence Standards)* set by the Accounting Professional and Ethical Standards Board.

Rounding of amounts

In accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, the amounts in the Directors' Report have been rounded to the nearest thousand dollars, or in certain cases, the nearest dollar, unless otherwise indicated.

Corporate Governance Statement

The Company's Corporate Governance Statement for the year ended 31 December 2023 is provided on the Company website at futuregeninvest.com.au.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 39 of this Annual Report.

This report is made in accordance with a resolution of directors pursuant to Section 298(2)(a) of the *Corporations Act 2001*.

Signed in accordance with a resolution of the Board of Directors.



Jennifer Westacott AO

Chair

Dated this 28th day of February 2024

Pitcher Partners Sydney

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201 Sussex Street
Sydney NSW 2000

Postal Address
GPO Box 1615
Sydney NSW 2001

p. +61 2 9221 2099
e. sydneypartners@pitcher.com.au

**Auditor's Independence Declaration
To the Directors of Future Generation Global Limited
ABN 52 606 110 838**

In relation to the independent audit of Future Generation Global Limited formerly known as Future Generation Global Investment Company Limited for the year ended 31 December 2023 to the best of my knowledge and belief there have been:

- a) No contraventions of the auditor independence requirements of the *Corporations Act 2001*; and
- b) No contraventions of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)*.



S S Wallace
Partner

Pitcher Partners
Sydney

28 February 2024

Statement of Comprehensive Income

For the year ended 31 December 2023

	NOTE	2023 \$'000	2022 \$'000
Investment income from ordinary activities			
Net realised and unrealised gains/(losses) on financial investments		68,965	(143,202)
Distribution income received		8,967	14,973
Investment management and performance fee rebates	3	5,842	5,989
Interest income		1,378	573
Net foreign exchange gains		-	430
		85,152	(121,237)
Expenses			
Share registry maintenance costs		-	-
Directors' fees		-	-
Accounting fees		-	-
Audit fees	7	-	-
ASX listing fees		-	-
Social investment accrual	5	(5,611)	(5,550)
Service agreement costs	20(a)	(296)	(399)
Share registry transaction costs		(17)	(29)
Other expenses		(251)	(279)
ASIC industry funding levy		(12)	(18)
ASX CHESS fees		(24)	(20)
Taxation service fees	7	(4)	(3)
Profit/(loss) before income tax		78,937	(127,535)
Income tax (expense)/benefit	4(a)	(23,232)	38,405
Profit/(loss) after income tax for the year attributable to members		55,705	(89,130)
Other comprehensive income			
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income/(loss) for the year, net of tax		55,705	(89,130)
Basic and diluted earnings/(losses) per share			
	16	14.1 cents	(22.6 cents)

The accompanying notes form part of these financial statements.

Statement of Financial Position

As at 31 December 2023

	NOTE	2023 \$'000	2022 \$'000
Assets			
Current assets			
Cash and cash equivalents	13	14,844	46,614
Trade and other receivables	8	1,872	2,036
Financial assets at fair value through profit or loss	9	553,806	471,945
Other current assets		21	27
Total current assets		570,543	520,622
Non-current assets			
Deferred tax assets	4(b)	1,762	1,834
Total non-current assets		1,762	1,834
Total assets		572,305	522,456
Liabilities			
Current liabilities			
Trade and other payables	10	378	415
Current tax liabilities	4(c)	5,471	287
Social investment accrual	5	2,925	2,858
Total current liabilities		8,774	3,560
Non-current liabilities			
Deferred tax liabilities	4(d)	17,185	2,420
Total non-current liabilities		17,185	2,420
Total liabilities		25,959	5,980
Net assets		546,346	516,476
Equity			
Issued capital	11	456,098	453,831
Profits reserve	12(a)	194,381	164,617
Accumulated losses	12(b)	(104,133)	(101,972)
Total equity		546,346	516,476

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the year ended 31 December 2023

	NOTE	ISSUED CAPITAL \$'000	PROFITS RESERVE \$'000	ACCUMULATED LOSSES \$'000	TOTAL EQUITY \$'000
Balance at 1 January 2022		451,834	190,227	(12,842)	629,219
Net loss for the period		-	-	(89,130)	(89,130)
Transfer of profits reserve	12(a)	-	-	-	-
Other comprehensive income, net of tax		-	-	-	-
Transactions with owners:					
Shares issued via Dividend Reinvestment Plan	11(b)	1,997	-	-	1,997
Dividends paid	6(a)	-	(25,610)	-	(25,610)
Balance at 31 December 2022		453,831	164,617	(101,972)	516,476
Net profit for the period		-	-	55,705	55,705
Transfer of profits reserve	12(a)	-	57,866	(57,866)	-
Other comprehensive income, net of tax		-	-	-	-
Transactions with owners:					
Shares issued via Dividend Reinvestment Plan	11(b)	2,267	-	-	2,267
Dividends paid	6(a)	-	(28,102)	-	(28,102)
Balance at 31 December 2023		456,098	194,381	(104,133)	546,346

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the year ended 31 December 2023

	NOTE	2023 \$'000	2022 \$'000
Cash flows from operating activities			
Proceeds from sale of financial assets		8,850	167,896
Payments for purchase of financial assets		(7,334)	(111,600)
Interest income received		1,378	573
Rebate income received		-	221
Dividend and distribution income received		541	2,219
Social investment		(5,544)	(6,392)
Income tax paid		(3,211)	(16,206)
Payments for other expenses		(625)	(714)
Net GST received from the ATO		10	-
Net cash (used in)/provided by operating activities	14	(5,935)	35,997
Cash flows from financing activities			
Dividends paid to the Company's shareholders (net of Dividend Reinvestment Plan)		(25,835)	(23,613)
Net cash used in financing activities		(25,835)	(23,613)
Net (decrease)/increase in cash and cash equivalents		(31,770)	12,384
Cash and cash equivalents at the beginning of the period		46,614	33,800
Effects of exchange rate changes on cash and cash equivalents		-	430
Cash and cash equivalents at the end of the period	13	14,844	46,614
Non-cash operating and financing activities			
Distributions, rebates and equalisation income reinvested	15	14,413	17,907
Shares issued via Dividend Reinvestment Plan	15	2,267	1,997

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the year ended 31 December 2023

1. General information

Future Generation Global Limited (Future Generation Global or the Company) is a listed public company, incorporated and domiciled in Australia. The Company was formerly known as Future Generation Global Investment Company Limited. The registered office is Level 26, Governor Phillip Tower, 1 Farrer Place, Sydney NSW 2000. The financial statements of the Company are for the year ended 31 December 2023.

The financial report was authorised for issue on 28 February 2024 by the Board of Directors.

2. Material accounting policies

The material accounting policies adopted in the preparation of these financial statements are set out below.

(a) Basis of preparation

These general purpose financial statements for the year ended 31 December 2023 have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*. The Company is a for-profit entity for the purpose of preparing the financial statements.

Australian Accounting Standards set out the accounting policies that the Australian Accounting Standards Board has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions to which they apply. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

(i) Compliance with IFRS

The financial statements of the Company also comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

(ii) Historical cost convention

Except for cash flow information, these financial statements have been prepared under the accruals basis and are based on historical cost convention, as modified by the revaluation of financial assets and liabilities at fair value through profit or loss or through other comprehensive income.

(iii) New standards and interpretations not yet adopted

The Company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period, which includes AASB 2021-2 Amendments to Australian Standards-Disclosure of Accounting Policies and Definition of Accounting Estimates. There was no material impact to the financial statements.

(b) Investments and other financial assets

Recognition and derecognition

Purchases and sales of financial assets are recognised on trade-date, the date on which the Company commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership.

Classification and measurement

At initial recognition, the Company measures a financial asset at its fair value. Transaction costs related to financial instruments are expensed to the Statement of Comprehensive Income immediately.

Subsequent changes in fair value for financial assets at fair value through profit or loss are recognised in the Statement of Comprehensive Income.

Financial assets are classified 'at fair value through profit or loss' when they are held for trading for the purpose of short-term profit taking. Realised and unrealised gains and losses arising from changes in fair value are included in the statement of comprehensive income in the period in which they arise.

Notes to the Financial Statements

For the year ended 31 December 2023

2. Material accounting policies (continued)

(b) Investments and other financial assets (continued)

Determination of Fair Value

AASB 13 Fair Value Measurement defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal, or in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability reflects its non-performance risk.

The Company's accounting policy on fair value is disclosed in Note 18.

The Company values the investments in unlisted trusts using the unit prices derived from the unaudited net assets of the unlisted unit trusts.

(c) Rounding of amounts

In accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, the amounts in the financial statements have been rounded to the nearest thousand dollars, or in certain cases, the nearest dollar, unless otherwise indicated.

(d) Functional and presentation currency

The functional and presentation currency of the Company is Australian dollars.

(e) Critical accounting estimates and judgements

The Directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data. There are no estimates or judgements that have a material impact on the Company's financial results for the year ended 31 December 2023.

(f) New standards and interpretations not yet adopted

There are no new standards or interpretations not yet adopted this financial period that would have a material impact for the Company.

3. Investment income from ordinary activities

As at 31 December 2023, the investment portfolio was made up of 15 global fund managers, with investments in 14 unit trusts and one direct listed investment company.

Where available, the Company has invested in unit classes that have zero management and performance fees. The unit trusts with a zero fee unit class are the Caledonia Global Fund, Plato Global Alpha Fund and Vinva International Equity Fund. The aggregated amount of management and performance fees forgone by the unit trusts with a zero fee unit class for the year ended 31 December 2023 was \$1.4 million (2022: \$0.8 million).

The remaining investments are made in unit trusts with global fund managers that normally charge management and performance fees, excluding the direct listed investment company. These fund managers have rebated the fees charged. The aggregate amount of management and performance fees rebated to the Company was \$5.8 million for the year ended 31 December 2023 (2022: \$6.0 million). Management and performance fee rebates are recognised in the Statement of Comprehensive Income on an accruals basis. The estimated value of the other pro bono services provided to the Company for the year ended 31 December 2023 totalled \$1.8 million (2022: \$1.5 million).

Notes to the Financial Statements

For the year ended 31 December 2023

4. Income tax

(a) Income tax expense/(benefit)

The prima facie tax on profit/(loss) before income tax is reconciled to the income tax expense/(benefit) as follows:

	2023 \$'000	2022 \$'000
Prima facie tax on profit/(loss) before income tax at 30.0% (2022: 30.0%)	23,681	(38,261)
Imputation credit gross up	59	62
Franking credits on distribution income received	(196)	(206)
Over provision in prior period	(312)	-
Income tax expense/(benefit)	23,232	(38,405)
Effective tax rate/(benefit)	29.4%	(30.1%)

The effective tax rate reflects the small benefit to the Company of franking credits received on some trust distribution income during the year. The increase in the effective tax rate from the comparative year is reflective of the profit before income tax in comparison to the loss before income tax in the prior period, in addition to the higher proportion of franked dividend income received compared to the operating result for the year.

	2023 \$'000	2022 \$'000
Total income tax expense/(benefit) results in a:		
Current tax liability	8,395	8,633
Deferred tax asset	72	(410)
Deferred tax liability	14,765	(46,628)
Income tax expense/(benefit)	23,232	(38,405)

(b) Deferred tax assets

	2023 \$'000	2022 \$'000
AMIT cost base of investment	884	884
Provisions	878	857
Capitalised share issue costs	-	93
At reporting date	1,762	1,834

Movement in deferred tax assets:

Balance at the beginning of the period	1,834	1,424
(Charged)/credited to the statement of comprehensive income	(72)	410
At reporting date	1,762	1,834

Notes to the Financial Statements

For the year ended 31 December 2023

4. Income tax (continued)

(c) Current tax liabilities

	2023 \$'000	2022 \$'000
Movement in current tax liabilities:		
Balance at the beginning of the period	287	7,860
Current year income tax on operating profit	8,395	8,633
Income tax paid	(3,211)	(16,206)
At reporting date	5,471	287

(d) Deferred tax liabilities

	2023 \$'000	2022 \$'000
Fair value adjustments	17,185	2,420
At reporting date	17,185	2,420

Movement in deferred tax liabilities:

Balance at the beginning of the period	2,420	49,048
Charged/(credited) to the statement of comprehensive income	14,765	(46,628)
At reporting date	17,185	2,420

5. Social investment

In line with the Company's stated objectives, the Company invests a percentage of its net assets to support its social impact partners who focus on preventing mental ill-health in young Australians, as well as other not-for-profit organisations. The social investment is accrued monthly and is equal to 1.0% per annum of the Company's average monthly net assets. All social investments are made to organisations with deductible gift recipient (DGR) status. The social investment represents a tax deduction for the Company. The annual investment by the Company in supporting youth mental health is detailed further in the Social Impact Report on page 19 of this report.

For the 12 months ended 31 December 2023, the amount recognised in the Statement of Comprehensive Income was \$5.6 million (2022: \$5.6 million).

The Company paid its eighth social annual investment of \$5.4 million in November 2023. The specific allocation to each social impact partner and other not-for-profit organisations was determined by shareholder votes and directions, with the Board distributing the undirected monies between our social impact partners.

As at 31 December 2023, the six-month accrued commitment is \$2.8 million and \$0.1 million to be utilised in research and convening for our social impact partners (2022: \$2.7 million and \$0.2 million to be utilised to operationalise the impact measurement framework).

Notes to the Financial Statements

For the year ended 31 December 2023

6. Dividends

(a) Ordinary dividends paid during the year

	2023 \$'000	2022 \$'000
2022 Final dividend: 3.5 cents per share fully franked paid 21 April 2023 (2021: Final dividend: 3.0 cents per share fully franked paid 27 May 2022)	13,836	11,808
2023 Interim dividend 3.6 cents per share fully franked paid 20 October 2023 (2022 Interim dividend: 3.5 cents per share fully franked paid 25 October 2022)	14,266	13,802
	28,102	25,610

(b) Dividend not recognised at year end

	2023 \$'000	2022 \$'000
In addition to the above dividends, since the end of the year, the Board has declared a 3.6 cents per share fully franked final dividend which has not been recognised as a liability at the end of the financial year (2022 Final dividend: 3.5 cents per share)	14,302	13,836

c) Dividend franking account

	2023 \$'000	2022 \$'000
Balance of franking account at year end	13,160	21,789
Adjusted for franking credits arising from: - Estimated income tax payable	5,471	287
Subsequent to year end, the franking account would be reduced by the proposed dividend disclosed in Note 6(b)	(6,129)	(5,930)
Adjusted franking account balance	12,502	16,146

The Company's ability to continue to pay franked dividends is dependent on generating additional profits reserves and franking credits. The ability to generate franking credits is reliant on the receipt of franked distributions received from the fund managers and the payment of tax on profits. The balance of the franking account does not include the tax to be paid on unrealised investment gains currently recognised as a deferred tax liability of \$17.2 million, equivalent to a fully franked dividend of 10.1 cents per share when paid (2022: \$2.4 million).

Notes to the Financial Statements

For the year ended 31 December 2023

7. Remuneration of auditors

During the year the following fees were paid or payable for services provided by the auditor of the Company, its related practices and non-related audit firms:

	2023 \$'000	2022 \$'000
Audit and review of financial statements	54	57
<i>Other services provided by a related practice of the auditor:</i>		
Taxation services	4	3
Total remuneration for audit and other assurance services	58	60

Steadfast Group Limited has agreed to pay the agreed fees for the audit and review of the Company's financial statements provided by Pitcher Partners.

The Company's Audit and Risk Committee oversees the relationship with the Company's external auditors. The Audit and Risk Committee reviews the scope of the audit and reviews the proposed fee. It also reviews the cost and scope of other services provided by a related entity of the audit firm to ensure that they do not compromise independence.

8. Trade and other receivables

	2023 \$'000	2022 \$'000
Rebate income receivable	1,010	1,105
Distribution income receivable	836	885
Other receivables	24	41
GST receivable	2	5
Total trade and other receivables	1,872	2,036

9. Financial assets at fair value through profit or loss

	2023 \$'000	2022 \$'000
Financial assets at fair value through profit or loss	553,806	471,945

A breakdown of the fund manager allocation and investments at market value is included in the Investment Committee Report on page 13.

10. Trade and other payables

	2023 \$'000	2022 \$'000
Trade and other payables	378	415

Notes to the Financial Statements

For the year ended 31 December 2023

11. Issued capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the proceeds from the issue of new shares are shown in equity as a deduction, net of tax from the proceeds.

(a) Paid-up capital

	2023 \$'000	2022 \$'000
397,277,724 ordinary shares fully paid (December 2022: 395,310,793)	456,098	453,831

Holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at shareholder meetings; otherwise each member present at a meeting or by proxy has one vote. In the event of the winding up of the Company, ordinary shareholders rank after creditors and share in any proceeds on winding up in proportion to the number of shares held.

(b) Movements in ordinary share capital

	2023 \$'000	2022 \$'000
Balance at the beginning of the period	453,831	451,834
395,310,793 ordinary shares fully paid (December 2021: 393,612,280)		
982,654 shares issued on 21 April 2023 under a Dividend Reinvestment Plan	1,132	-
984,277 shares issued on 20 October 2023 under a Dividend Reinvestment Plan	1,135	-
706,175 shares issued on 27 May 2022 under a Dividend Reinvestment Plan	-	901
992,338 shares issued on 25 October 2022 under a Dividend Reinvestment Plan	-	1,096
At reporting date	456,098	453,831

(c) Capital management

The Board manages the Company's capital by regularly reviewing the most efficient manner by which the Company deploys its capital. The Board believes that shareholder value should be preserved through the management of the level of distributions to shareholders, share placements, share purchase plans, options issues and share buy-backs. These capital management initiatives will be used when deemed appropriate by the Board. There have been no changes in the strategy adopted by the Board to manage the capital of the Company during the year. The Company is not subject to any externally imposed capital requirements.

Notes to the Financial Statements

For the year ended 31 December 2023

12. Reserves

(a) Profits reserve

	2023 \$'000	2022 \$'000
Profits reserve	194,381	164,617

The profits reserve is made up of amounts transferred from current year profits and are preserved for future dividend payments.

Movements:

	2023 \$'000	2022 \$'000
Profits reserve		
Opening balance	164,617	190,227
Transfer of profits during the year	57,866	-
Final dividend paid (refer to Note 6(a))	(13,836)	(11,808)
Interim dividend paid (refer to Note 6(a))	(14,266)	(13,802)
At reporting date	194,381	164,617

(b) Accumulated losses

	2023 \$'000	2022 \$'000
Opening balance	(101,972)	(12,842)
Net profit/(loss) for the period	55,705	(89,130)
Transfer to profits reserve	(57,866)	-
At reporting date	(104,133)	(101,972)

13. Cash and cash equivalents

Cash at the end of the reporting period as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	2023 \$'000	2022 \$'000
Cash at call	14,844	46,614

The weighted average interest rate for cash as at 31 December 2023 is 4.52% (2022: 3.27%). There were no term deposits held at 31 December 2023 (2022: nil).

Cash at call is held with major Australian banks and their 100% banking subsidiaries that have a Standard and Poor's short term rating of A-1+ and long term rating of AA-.

The Company's exposure to interest rate risk is discussed in Note 17. The maximum exposure to credit risk in relation to cash at the end of the reporting period is the carrying amount of cash at call.

Notes to the Financial Statements

For the year ended 31 December 2023

14. Reconciliation of profit after income tax to net cash used by operating activities

	2023 \$'000	2022 \$'000
Profit/(loss) after tax for the year	55,705	(89,130)
Effects of foreign currency exchange rate changes on cash and cash equivalents	-	(430)
Fair value gains and movements in financial assets	(81,717)	181,591
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	20	(642)
Decrease in other current assets	6	17
Decrease/(increase) in deferred tax assets	72	(410)
(Decrease)/increase in other trade and other payables	(37)	164
Increase/(decrease) in social investment accrual	67	(962)
Increase/(decrease) in current tax liabilities	5,184	(7,573)
Increase/(decrease) in deferred tax liabilities	14,765	(46,628)
Net cash (used in)/provided by operating activities	(5,935)	35,997

15. Non-cash operating and financing activities

	2023 \$'000	2022 \$'000
Distribution income reinvested	8,475	12,029
Rebate and equalisation income reinvested	5,938	5,878
Shares issued via Dividend Reinvestment Plan	2,267	1,997
Total non-cash operating and financing activities	16,680	19,904

Notes to the Financial Statements

For the year ended 31 December 2023

16. Earnings per share

	2023 \$'000	2022 \$'000
Profit/(loss) after income tax used in the calculation of basic and diluted earnings/(loss) per share	55,705	(89,130)

(a) Basic and diluted earnings per share

	2023 cents per share	2022 cents per share
Basic and diluted earnings/(loss) per share attributable to the ordinary equity holders of the Company	14.06	(22.61)

(b) Weighted average number of shares used as denominator

	2023 Number '000	2022 Number '000
Weighted average number of ordinary shares outstanding during the year used in calculating basic and diluted earnings per share	396,189	394,232

There are no outstanding securities that are potentially dilutive in nature for the Company.

17. Financial risk management

The Company's activities expose it to a variety of financial risks: market risks (including foreign currency risk, price risk and interest rate risk), credit risk and liquidity risk. The Board of the Company has implemented a risk management framework to mitigate these risks.

(a) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

(i) Foreign exchange risk

EXPOSURE

The Company holds both monetary and non-monetary assets denominated in currencies other than the Australian dollar. Foreign exchange risk arises as the value of monetary securities denominated in other currencies fluctuates due to changes in exchange rates. The foreign exchange risk relating to non-monetary assets and liabilities is a component of price risk not foreign exchange risk. However, the Company monitors the exposure on all foreign currency denominated assets and liabilities.

The Company does not hedge against its foreign exchange exposure, and consequently, the impact of foreign exchange movements are directly reflected in the Statement of Comprehensive Income.

The Investment Committee formulates views on the future direction of foreign exchange rates and the potential impact on the Company and these are factored into its asset allocation decisions. While the Company has direct exposure to foreign exchange rate changes on the price of non-Australian dollar-denominated investments, it may also be indirectly affected by the impact of foreign exchange rate changes on the earnings of certain funds in which the Company invests, even if those funds are denominated in Australian dollars. For that reason, the sensitivity analysis below may not necessarily indicate the total effect on the Company's equity of future movements in foreign exchange rates.

Notes to the Financial Statements

For the year ended 31 December 2023

17. Financial risk management (continued)

(a) Market risk (continued)

(i) Foreign exchange risk (continued)

The table below summarises the Company's financial assets and liabilities, monetary and non-monetary, which are denominated in US dollars.

	2023 \$'000	2022 \$'000
Cash and cash equivalents	-	-
Trade and other receivables	118	107
Financial assets at fair value through profit or loss	47,001	42,091
	47,119	42,198

SENSITIVITY

The following table illustrates the sensitivities of the Company's monetary assets and liabilities to foreign exchange risk. The analysis is based on the assumption that the Australian dollar weakened and strengthened by 10% against the US dollar.

	2023		2022	
	\$'000	\$'000	\$'000	\$'000
Impact on net profit/(loss)	-10%	+10%	-10%	+10%
Cash and cash equivalents	-	-	-	-
Trade and other receivables	(12)	12	(11)	11
	(12)	12	(11)	11

(ii) Price risk

EXPOSURE

The Company is exposed to price risk on its investments in unlisted unit trusts. This arises from investments held by the Company and classified in the Statement of Financial Position as financial assets at fair value through profit and loss. The Company seeks to manage and constrain market risk by diversification of the investment portfolio across a number of prominent global equity fund managers with a focus on long equities and absolute bias strategies.

SENSITIVITY

The following table illustrates the effect on the Company's profit and loss from possible changes in the fair value of financial assets that were reasonably possible based on the risk that the Company was exposed to at reporting date, assuming a flat tax rate of 30.0%:

	2023 \$'000	2022 \$'000
Impact on profit and loss		
MSCI AC World Index (AUD)		
Change in variable +/-5% (2022: +/-5%)	19,383	16,518
Change in variable +/-10% (2022: +/-10%)	38,766	33,036

Notes to the Financial Statements

For the year ended 31 December 2023

17. Financial risk management (continued)

(a) Market risk (continued)

(iii) Cash flow and fair value interest rate risk

EXPOSURE

The Company's interest bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows.

The table below summarises the Company's exposure to interest rate risks. It includes the Company's assets and liabilities at fair values, categorised by the earlier of contractual repricing or maturity dates.

	INTEREST BEARING \$'000	NON-INTEREST BEARING \$'000	TOTAL \$'000
31 December 2023			
Financial Assets			
Cash and cash equivalents	14,844	-	14,844
Trade and other receivables	-	1,872	1,872
Financial assets at fair value through profit or loss	-	553,806	553,806
Total financial assets	14,844	555,678	570,522
Financial Liabilities			
Trade and other payables	-	378	378
Total financial liabilities	-	378	378
Net exposure	14,844	555,300	570,144
31 December 2022			
Financial Assets			
Cash and cash equivalents	46,614	-	46,614
Trade and other receivables	-	2,036	2,036
Financial assets at fair value through profit or loss	-	471,945	471,945
Total financial assets	46,614	473,981	520,595
Financial Liabilities			
Trade and other payables	-	415	415
Total financial liabilities	-	415	415
Net exposure	46,614	473,566	520,180

Notes to the Financial Statements

For the year ended 31 December 2023

17. Financial risk management (continued)

(a) Market risk (continued)

(iii) Cash flow and fair value interest rate risk

SENSITIVITY

Profit or loss is sensitive to higher/lower interest income from cash and cash equivalents as a result of changes in interest rates.

At 31 December 2023, if interest rates had increased by 100 basis points (bps) or decreased by 100 bps from the rates at the end of the period, with all other variables held constant, the net profit/(loss) after tax for the period would have been \$103,900 higher/\$103,900 lower (2022: changes of 100bps: \$326,300 higher/\$326,300 lower), mainly as a result of higher/lower interest income from cash and cash equivalents.

(b) Credit risk

Credit risk is defined as the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the Statement of Financial Position and Notes to the Financial Statements.

Credit risk is managed as noted in Note 13 with respect to cash and cash equivalents and Note 8 for trade and other receivables. None of these assets are overdue or considered to be impaired.

(c) Liquidity risk

Liquidity risk is defined as the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The Board and Investment Committee monitor the Company's cash-flow requirements in relation to the investment portfolio taking into account upcoming dividends, tax payments and investing activity.

The Company's inward cash flows depend upon the level of distribution and interest revenue received and the funds received from capital raising initiatives from time to time. Should these decrease by a material amount, the Company would amend its outward cash flows accordingly. As the Company's major cash outflows are investments in underlying fund managers, dividends paid to shareholders and the annual investment in youth mental health, the level of these outflows are managed by the Board and Investment Committee.

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities. The Company's cash is held at call which mitigates liquidity risk.

Maturities of financial liabilities

The following table analyses the Company's non-derivative financial liabilities into relevant maturity groupings based on their contractual maturities at period end.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

	Less than 1 month \$'000	1-12 months \$'000	Total contractual undiscounted cash flows \$'000
2023			
Non-derivatives			
Trade and other payables	-	378	378
Total non-derivatives	-	378	378
2022			
Non-derivatives			
Trade and other payables	-	415	415
Total non-derivatives	-	415	415

Notes to the Financial Statements

For the year ended 31 December 2023

18. Fair value measurements

The Company measures and recognises its financial assets at fair value through profit or loss (FVTPL) on a recurring basis.

Fair value hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy (consistent with the hierarchy applied to financial assets and financial liabilities):

LEVEL 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

LEVEL 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

LEVEL 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

(i) Recognised fair value measurements

The following table presents the Company's financial assets and liabilities measured and recognised at fair value at 31 December 2023 on a recurring basis:

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
31 December 2023				
Financial assets at FVTPL	5,485	548,321	-	553,806
31 December 2022				
Financial assets at FVTPL	4,809	467,136	-	471,945

There were no transfers between levels for recurring fair value measurements during the year. The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

(ii) Disclosed fair values

For all financial instruments other than those measured at fair value their carrying value approximates fair value.

The carrying amounts of trade and other receivables and payables are assumed to approximate their fair values due to their short-term nature.

(iii) Valuation techniques used to determine fair value

Recurring fair value measurements

Included within Level 1 of the hierarchy is the Company's direct investment in a listed investment company. The fair value of the investment is based on the closing quoted last price at the end of the reporting period.

The fair value of financial instruments that are not traded in an active market are determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2. The Board of Directors value the Company's investments in unlisted unit trusts using the unit prices derived from the unaudited net asset backing of the unlisted unit trusts at the end of the period.

19. Segment information

The Company is engaged in investing activities including cash, term deposits and investments in underlying funds managed by prominent global equity fund managers. It has no reportable business or geographical segment.

Notes to the Financial Statements

For the year ended 31 December 2023

20. Key management personnel compensation

The names and position held of the Company's key management personnel (including Directors) in office at any time during the year ended 31 December 2023 are:

Jennifer Westacott AO	Chair, Non-Executive Director
Geoff Wilson AO	Non-Executive Director
Frank Casarotti	Non-Executive Director
Kiera Grant	Non-Executive Director
Sarah Morgan	Non-Executive Director
Jonathan Nicholas	Non-Executive Director
Geoff R Wilson	Non-Executive Director
Kate Thorley	Non-Executive Director
Caroline Gurney	Chief Executive Officer

(a) Remuneration of Directors and other Key Management Personnel

The Chair and the Directors have agreed to waive their Directors' fees on an ongoing basis. For the year ended 31 December 2023, no Directors' fees were paid by the Company (2022: nil).

Wilson Asset Management (International) Pty Limited (Wilson Asset Management) is the lead supporter of Future Generation Global and has been providing financial and operational support since the inception of Future Generation Global in 2015. The Company has a service agreement with Wilson Asset Management regarding the financial and operating support provided (as announced on 16 June 2021). Under the service agreement, the Company is charged in relation to the financial and operational support provided to the Company, including the provision of services from the Chief Executive Officer (Caroline Gurney) and the Social Impact Manager (Emily Fuller). The costs incurred under the service agreement are \$350,000 per annum. As the service agreement does not incur GST, due to the nature of the services provided, the total expense incurred for FY2023 has been partially offset by a GST adjustment of \$53,986 from prior periods.

Notes to the Financial Statements

For the year ended 31 December 2023

20. Key management personnel compensation (continued)

(b) Shareholdings

As at 31 December 2023, the Company's key management personnel and their related parties held the following interests in the Company:

2023

Ordinary shares held Directors and Key Management	Balance at 31 December 2022	Acquisitions/ on appointment	Disposals	Balance at 31 December 2023
Jennifer Westacott AO*	-	-	-	-
Geoff Wilson AO	5,350,277	400,000	-	5,750,277
Frank Casarotti	50,000	-	-	50,000
Kiera Grant**	782,734	488,616	(488,616)	782,734
Sarah Morgan	90,909	-	-	90,909
Jonathan Nicholas	-	-	-	-
Geoff R Wilson	85,135	-	-	85,135
Kate Thorley	98,251	24,138	-	122,389
Caroline Gurney	29,806	-	-	29,806

*Jennifer Westacott AO was appointed to the Board of Directors on 27 November 2023.

**The holdings movements within the period were a result of an off-market transfer of shares between entities associated with the Director. There was no change in the overall interests in the Company held by the Director within the period.

2022

Ordinary shares held Directors and Key Management	Balance at 31 December 2021	Acquisitions	Disposals	Balance at 31 December 2022
Geoff Wilson AO	5,350,277	-	-	5,350,277
Frank Casarotti	50,000	-	-	50,000
Kiera Grant	782,734	-	-	782,734
Sarah Morgan	90,909	-	-	90,909
Jonathan Nicholas	-	-	-	-
Geoff R Wilson	85,135	-	-	85,135
Kate Thorley	80,378	17,873	-	98,251
Caroline Gurney	13,000	16,806	-	29,806

Directors, other key management personnel and their related entities disposed of and acquired ordinary shares in the Company on the same terms and conditions available to other shareholders. The Directors and key management personnel have not, during or since the end of the financial year, been granted options over unissued shares or interests in shares of the Company as part of their remuneration.

Notes to the Financial Statements

For the year ended 31 December 2023

21. Related Party Transactions

All transactions with related entities were made on normal commercial terms and conditions and at market rates, except as noted below.

Frank Casarotti held the position of General Manager – Distribution of Magellan Asset Management Limited which is the Responsible Entity of the Magellan Global Fund, until his retirement in December 2023. Magellan Asset Management Limited is a fund manager for the Company and has agreed to forgo management and performance fees on the funds managed on behalf of the Company. Distributions and management and performance fee rebates received from the Magellan Global Fund are either received in cash or are reinvested. For the 2023 financial year, the Magellan Global Fund paid/declared a distribution of \$1,655,677 and rebates of \$603,299.

Geoff Wilson AO is the Chairman and director of Wilson Asset Management. Wilson Asset Management provides some company secretarial services, financial reporting, investor relations and marketing for the Company. The Company has a service agreement with Wilson Asset Management regarding the financial and operational support provided (as announced on 16 June 2021). Under the service agreement, the Company is charged in relation to the financial and operational support provided to the Company, including the provision of services from the Chief Executive Officer and the Social Impact Manager. The costs incurred under the service agreement are \$350,000 per annum. As the service agreement does not incur GST, due to the nature of the services provided, the total expense incurred for FY2023 has been partially offset by a GST adjustment of \$53,986 from prior periods.

Wilson Asset Management looks forward to continuing its support for the Company and the service agreement between Wilson Asset Management and the Company reflects the enduring relationship between the parties.

22. Contingencies

The Company had no contingent liabilities as at 31 December 2023 (2022: nil).

23. Commitments

The Company invests a percentage of its assets each year in organisations with a focus on preventing mental ill-health in young Australians, under the terms outlined in the Prospectus dated 9 July 2015. The social investment is accrued monthly and is equal to 1.0% per annum of the Company's average monthly net assets. As at 31 December 2023, the six-month accrued commitment is \$2.8 million and \$0.1 million to be utilised in research and convening for our social impact partners (2022: \$2.7 million and \$0.2 million to be utilised to operationalise the impact measurement framework). For further information, refer to Note 5.

24. Events occurring after the reporting period

Since the end of the year, the Board declared a fully franked final dividend of 3.6 cents per share to be paid on 24 May 2024.

No other matters or circumstances have arisen since the end of the period, other than already disclosed, which significantly affect or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial periods.

Directors' Declaration

The Directors of Future Generation Global Limited declare that:

- 1) The financial statements as set out in pages 40 to 60 and the additional disclosures included in the Directors' Report designated as 'Remuneration Report', as set out on pages 34 to 36, are in accordance with the *Corporations Act 2001*, including:
 - a) complying with Australian Accounting Standards, which, as stated in Note 2 to the financial statements, constitutes compliance with International Financial Reporting Standards (IFRS), the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - b) giving a true and fair view of the financial position of the Company as at 31 December 2023 and of its performance, as represented by the results of the operations and the cash flows, for the year ended on that date; and
- 2) At the date of this declaration, in the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
- 3) The Directors have been given the declarations required by Section 295A of the *Corporations Act 2001* from the persons and organisations who perform the Chief Executive Officer and Chief Financial Officer functions respectively, for the purpose of the *Corporations Act 2001*.

Signed in accordance with a resolution of the Board of Directors.



Jennifer Westacott AO

Chair

Dated this 28th day of February 2024

Pitcher Partners Sydney

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Sydney NSW 2000

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**Independent Auditor's Report
To the Members of Future Generation Global Limited
ABN 52 606 110 838**

Report on the Audit of the Financial Report**Opinion**

We have audited the financial report of Future Generation Global Limited formerly known as Future Generation Global Investment Company Limited ("the Company"), which comprises the statement of financial position as at 31 December 2023, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Future Generation Global Limited is in accordance with the *Corporations Act 2001*, including:

- a) Giving a true and fair view of the Company's financial position as at 31 December 2023 and of its financial performance for the year then ended; and
- b) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the Directors of the Company, would be on the same terms if given to the Directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current year. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter Existence and Valuation of Financial Assets Refer to Note 9: Financial assets at fair value through profit or loss	How our Audit Addressed the Matter
<p>We focused our audit effort on the valuation and existence of the Company's financial assets as they are its largest asset and represent the most significant driver of the Company's Net Tangible Assets and Profits.</p> <p>The quantum of investments held inherently makes financial assets a key audit matter, in addition however, there may be judgements involved in determining the fair value of investments.</p> <p>The Company's investments are considered to be non-complex in nature with fair value based on readily observable inputs. Consequently, these are classified as "Level 1" and "Level 2" investments under Australian Accounting Standards (i.e., where key inputs to the valuation are based on observable inputs).</p>	<p>Our procedures included, amongst others:</p> <ul style="list-style-type: none"> ▪ Obtaining an understanding of and evaluating the investment management processes and controls; ▪ Reviewing and evaluating the independent audit report on the design and operating effectiveness of internal controls (ASAE 3402 Assurance Reports on Controls at a Service Organisation) for the Administrator; ▪ Making enquiries as to whether there have been any changes to these controls or their effectiveness for the periods to which the audit report relates to and obtaining a bridging letter and confirmation; ▪ Agreeing a sample of investment holdings to investment holding statements from fund managers or trustees of the investee entities; ▪ Assessing valuation of investments, on a sample basis, by agreeing the units held and the exit price at reporting date to the reported unit pricing from investment holding statements and comparing the value of investments to the valuation report of the Administrator; ▪ For a sample of investments held at balance date, obtaining their latest audited accounts, and performing procedures including: <ul style="list-style-type: none"> ○ Recalculating the net asset value and comparing it to the reported unit price; ○ Considering the appropriateness of accounting policies; and ○ Confirming that the audit opinions on the funds were unmodified; ▪ Evaluating the accounting treatment of revaluations of financial assets and financial liabilities for current/deferred tax and unrealised gains or losses; and ▪ Assessing the adequacy of disclosures in the financial statements.

Independent Auditor's Report

**To the Members of Future Generation Global Limited
ABN 52 606 110 838**



Other Information

The Directors are responsible for the other information. The other information comprises the information included in the Company's Annual Report for the year ended 31 December 2023 but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The Directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal controls as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

Independent Auditor's Report

To the Members of Future Generation Global Limited
ABN 52 606 110 838



- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included at pages 34 to 36 of the Directors' Report for the year ended 31 December 2023. In our opinion, the Remuneration Report of Future Generation Global Limited, for the year ended 31 December 2023, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The Directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

S S Wallace
Partner

Pitcher Partners
Sydney

28 February 2024

ASX Additional Information

Additional information required by the Australian Securities Exchange Limited Listing Rules and not disclosed elsewhere in this report.

Shareholdings

Substantial shareholders (as at 31 January 2024)

QBE Insurance Group Limited are currently a substantial shareholder in Future Generation Global Limited, holding 5.1% voting power as at 31 January 2024.

On-market buy back (as at 31 January 2024)

There is no current on-market buy back.

Distribution of shareholders (as at 31 January 2024)

Category	Number of shareholders	Percentage of issued capital held
1 - 1,000	499	0.1%
1,001 - 5,000	900	0.7%
5,001 - 10,000	847	1.7%
10,001 - 100,000	3,931	34.7%
100,001 and over	564	62.8%
	6,741	100.0%

The number of shareholdings held in less than marketable parcels is 241.

Twenty largest shareholders – Ordinary shares (as at 31 January 2024)

Name	Number of ordinary shares held	Percentage of issued capital held
HSBC Custody Nominees (Australia) Limited	33,929,516	8.5%
Citicorp Nominees Pty Limited	21,881,900	5.5%
Netwealth Investments Limited	15,900,514	4.0%
Snow Foundation Limited	9,346,000	2.4%
Balmoral Financial Investments Pty Limited	6,038,038	1.5%
Entities associated with Mr Geoff Wilson AO	5,750,277	1.4%
The Ian Potter Foundation Limited	4,900,000	1.2%
BNP Paribas Nominees Pty Limited	4,781,133	1.2%
Clurname Pty Limited	3,597,433	0.9%
IOOF Investment Services Limited	2,316,087	0.6%
Fendell Pty Limited	2,250,000	0.6%
Spinifex (2007) Pty Limited	2,170,537	0.5%
The Smith Family	2,000,000	0.5%
Almavijo Pty Limited	2,000,000	0.5%
Ms R Webster & Mr J Webster	1,891,017	0.5%
Kingwood Pty Limited	1,700,000	0.4%
V J Bofinger Pty Limited	1,610,000	0.4%
Geat Incorporated	1,397,000	0.4%
Botanic Farm Pty Limited	1,350,000	0.3%
Serpentine Venture Pty Limited	1,100,185	0.3%
	125,909,637	31.6%

Securities Exchange Listing

Quotation has been granted for all of the ordinary shares of the Company on all Member Exchanges of the ASX Limited.

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